# **PROOF**

# **STATE OF IOWA**

# **House Journal**

WEDNESDAY, APRIL 20, 2005

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# JOURNAL OF THE HOUSE

One Hundred First Calendar Day - Sixty-eighth Session Day

Hall of the House of Representatives Des Moines, Iowa, Wednesday, April 20, 2005

The House met pursuant to adjournment at 8:58 a.m., Speaker Rants in the chair.

Prayer was offered by Reverend Galen Richards, pastor of Colwell United Church of Christ, Charles City. He was the guest of Representative Mark Kuhn from Floyd County.

#### PLEDGE OF ALLEGIANCE

The Pledge of Allegiance was led by Speaker Rants.

The Journal of Tuesday, April 19, 2005 was approved.

#### INTRODUCTION OF BILLS

<u>House File 870</u>, by Murphy and Gipp, a bill for an act relating to the applicability of motor vehicle financial responsibility provisions to special mobile equipment and providing an effective date.

Read first time and referred to committee on **commerce**, **regulation and labor**.

<u>House File 871</u>, by committee on ways and means, a bill for an act providing for income tax credits for the cost of purchasing health insurance coverage by certain small employers and providing effective and retroactive applicability dates.

Read first time and placed on the ways and means calendar.

# CONSIDERATION OF BILLS Ways and Means Calendar

<u>House File 833</u>, a bill for an act making changes relating to the practice of pharmacy, establishing and appropriating fees, and providing penalties, was taken up for consideration.

Roberts of Carroll in the chair at 9:10 a.m.

Anderson of Page offered amendment  $\underline{H-1382}$  filed by the committee on judiciary as follows:

#### H-1382

```
Amend House File 833 as follows:
2
      1. Page 9, by striking lines 3 through 9 and
3
    inserting the following:
     "11. A person who knowingly manufactures, sells,
    or delivers, or who possesses with intent to sell or
    deliver any amount of a counterfeit, misbranded, or
    adulterated drug or device is guilty of a class "C"
8
      2. Page 9, by striking lines 14 through 19 and
10 inserting the following:
     "13. A person who knowingly possesses, purchases,
12 or brings into the state any amount of a counterfeit.
13 misbranded, or adulterated drug or device is guilty of
14 a class "D" felony."
      3. By striking page 9, line 20, through page 10,
15
16 line 12.
     4. By renumbering, redesignating, and correcting
17
18 internal references as necessary.
```

Anderson of Page offered the following amendment  $\underline{\text{H-}1404}$ , to the committee amendment  $\underline{\text{H-}1382}$ , filed by him and R. Olson of Polk and moved its adoption:

#### H-1404

```
Amend the amendment, H-1382, to House File 833, as
      1. Page 1, by striking lines 4 through 8 and
3
    inserting the following:
     ""11. A person who knowingly manufacturers, sells,
6
    or delivers, or who possesses with intent to sell or
    deliver, a counterfeit, misbranded, or adulterated
    drug or device is guilty of the following:
     a. If the person manufactures or produces a
10 counterfeit, misbranded, or adulterated drug or
11 device; or if the quantity of a counterfeit.
    misbranded, or adulterated drug or device being sold,
13 delivered, or possessed with intent to sell or deliver
14 exceeds one thousand units or dosages; or if the
15 violation is a third or subsequent violation of this
16 subsection, the person is guilty of a class "C"
17 felony.
    b. If the quantity of a counterfeit, misbranded,
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19 or adulterated drug or device being sold, delivered,
20 or possessed with intent to sell or deliver exceeds
21 one hundred units or dosages but does not exceed one
22 thousand units or dosages; or if the violation is a
23 second or subsequent violation of this subsection, the
24 person is guilty of a class "D" felony.
    c. All other violations of this subsection shall
26 constitute an aggravated misdemeanor."
27
     2. Page 1, by striking lines 11 through 14 and
28 inserting the following:
     ""13. A person who knowingly possesses, purchases,
30 or brings into the state a counterfeit, misbranded, or
31 <u>adulterated drug or device is guilty of the following:</u>
32 <u>a. If the quantity of a counterfeit, misbranded,</u>
33 or adulterated drug or device being possessed,
    purchased, or brought into the state exceeds one
35 <u>hundred units or dosages; or if the violation is a</u>
36 second or subsequent violation of this subsection, the
37 person is guilty of a class "D" felony.
     b. All other violations of this subsection shall
39 constitute an aggravated misdemeanor.""
     3. Page 1, by inserting after line 16 the
40
41 following:
     "__. Page 10, by inserting after line 17 the
42
43 following:
     "17. Subsections 1 and 2 shall not apply to a
45 parent or legal guardian administering, in good faith,
46 a prescription drug or device to a child of the parent
47 or a child for whom the individual is designated a
48 legal guardian.""
      4. By renumbering as necessary.
```

Amendment H-1404 was adopted.

On motion by Anderson of Page, the committee amendment  $\underline{\text{H-}}$  1382, as amended, was adopted.

Upmeyer of Hancock asked and received unanimous consent that amendment  $\underline{H-1428}$  be deferred.

Bell of Jasper asked and received unanimous consent to withdraw amendment  $\underline{\text{H-}1430}$  filed by him from the floor.

Upmeyer of Hancock asked and received unanimous consent to withdraw amendment  $\underline{\text{H-}1428}$ , previously deferred, filed by her from the floor.

Gipp of Winneshiek asked and received unanimous consent that <u>House File 833</u> be deferred and that the bill retain its place on the calendar.

#### SENATE AMENDMENT CONSIDERED

Raecker of Polk called up for consideration <u>House File 645</u>, a bill for an act relating to the regulation of lotteries, including the definition of a lottery, permissible lotteries by commercial organizations, and the prosecution of violators, amended by the Senate, and moved that the House concur in the following Senate amendment H-1372:

#### H-1372

```
Amend House File 645, as amended, passed, and
    reprinted by the House, as follows:
      1. Page 1, by striking lines 28 through 30 and
    inserting the following: "promotional materials. A
    lottery, game".
      2. Page 1, by inserting after line 35 the
    following:
         . A commercial organization shall not conduct
   a promotional activity that involves the sale of pull-
10 tab tickets or instant tickets, as defined in section
11 99G.3, coupons, or tokens that are not authorized by
12 the Iowa lottery authority and that may represent a
13 chance to win a cash prize to be paid on the premises
14 where the chance to win such prize was obtained. This
15 <u>subsection shall not be construed to prohibit a</u>
16 commercial organization from giving away pull-tab
17 tickets, instant tickets, coupons, or tokens free of
18 charge as part of a promotional activity, provided
19 that the other provisions of this section are complied
20 with. For purposes of this subsection, "cash" means
21 United States currency."
     3. By renumbering, redesignating, and correcting
23 internal references as necessary.
```

The motion prevailed and the House concurred in the Senate amendment H-1372.

Raecker of Polk moved that the bill, as amended by the Senate and concurred in by the House, be read a last time now and placed upon its passage which motion prevailed and the bill was read a last time.

On the question "Shall the bill pass?" (H.F. 645)

The ayes were, 97:

Alons	Anderson	Arnold	Baudler
Bell	Berry	Boal	Bukta
Carroll	Chambers	Cohoon	Dandekar
Davitt	De Boef	Dix	Dolecheck
Drake	Eichhorn	Elgin	Foege
Ford	Freeman	Frevert	Gaskill
Gipp	Granzow	Heaton	Heddens
Hoffman	Hogg	Horbach	Hunter
Huseman	Huser	Hutter	Jacobs
Jacoby	Jenkins	Jochum	Jones
Kaufmann	Kressig	Kuhn	Kurtenbach
Lalk	Lensing	Lukan	Lykam
Maddox	May	McCarthy	Mertz
Miller	Murphy	Oldson	Olson, D.
Olson, R.	Olson, S.	Paulsen	Petersen
Pettengill	Quirk	Raecker	Rants, Spkr.
Rasmussen	Rayhons	Reasoner	Reichert
Sands	Schickel	Schueller	Shomshor
Shoultz	Smith	Soderberg	Struyk
Swaim	Taylor, D.	Taylor, T.	Thomas
Tjepkes	Tomenga	Tymeson	Upmeyer
Van Engelenhoven	Van Fossen, J.K.	Van Fossen, J.R.	Watts
Wendt	Wessel-Kroeschell	Whitaker	Whitead
Wilderdyke	Winckler	Wise	Zirkelbach
Roberts,			
Presiding			

The nays were, none.

Absent or not voting, 3:

Fallon Greiner Mascher

The bill having received a constitutional majority was declared to have passed the House and the title was agreed to.

# IMMEDIATE MESSAGE

Gipp of Winneshiek asked and received unanimous consent that **House File 645** be immediately messaged to the Senate.

# **Appropriations Calendar**

<u>House File 862</u>, a bill for an act relating to and making appropriations from the healthy Iowans tobacco trust and the tobacco settlement trust fund, was taken up for consideration.

The House stood at ease at 9:29 a.m., until the fall of the gavel.

The House resumed session at 11:30 a.m., Speaker Rants in the chair.

#### MESSAGES FROM THE SENATE

The following messages were received from the Senate:

Mr. Speaker: I am directed to inform your honorable body that the Senate has on April 20, 2005, amended and passed the following bill in which the concurrence of the Senate was asked:

<u>House File 253</u>, a bill for an act relating to governmental ethics and the duties of the Iowa ethics and campaign disclosure board.

Also: That the Senate has on April 20, 2005, passed the following bill in which the concurrence of the Senate was asked:  $\frac{1}{2}$ 

<u>House File 312</u>, a bill for an act relating to campaign finance committee reporting, use of committee funds or property, independent expenditures, and placement of campaign signs.

Also: That the Senate has on April 20, 2005, amended and passed the following bill in which the concurrence of the Senate was asked:

<u>House File 374</u>, a bill for an act relating to veterans by providing for the compensation of members of a county commission of veteran affairs, providing for the issuance of combined hunting and fishing licenses to certain veterans, establishing a hepatitis C awareness program for veterans, concerning funds in an account for a state veterans cemetery, and providing an effective date.

Also: That the Senate has on April 20, 2005, amended and passed the following bill in which the concurrence of the Senate was asked:

<u>House File 682</u>, a bill for an act relating to the assessment of a civil penalty upon the entry of a deferred judgment.

Also: That the Senate has on April 20, 2005, concurred in the House amendment and passed the following bill in which the concurrence of the Senate was asked:

<u>Senate File 57</u>, a bill for an act authorizing the appointment of a nine-member city zoning board of adjustment.

Also: That the Senate has on April 20, 2005, adopted the following resolution in which the concurrence of the House is asked:

<u>Senate Concurrent Resolution 11</u>, a concurrent resolution requesting the establishment of a planning group to develop a plan for unifying the state administration of services utilized by older Iowans age 60 or older.

MICHAEL E. MARSHALL, Secretary

The House resumed consideration of House File 862.

Heaton of Henry offered amendment  $\underline{H-1429}$  filed by him from the floor and requested division as follows:

#### H-1429

1 Amend House File 862 as follows:

#### H-1429A

```
1. Page 4, line 34, by inserting after the word
    "basis" the following: "and for not more than the
3
   following full-time equivalent positions:"
     2. Page 4, by inserting after line 35, the
   following:
6
     .....FTEs
                                                          1.00"
     3. Page 5, by inserting after line 19, the
8
   following:
9
    "i. For a grant to a program that utilizes high
11 school mentors to teach life skills, violence
12 prevention, and character education in an effort to
13 reduce the illegal use of alcohol, tobacco, and other
14 substances:
15
   .....$ 400,000
16 (1) The program described in this paragraph "i"
17 shall meet all of the following requirements:
    (a) The program shall be a statewide mentoring
19 program that is an alternative to mentoring programs
20 that utilize the standards of effective practice.
    (b) The program shall contract with a university
22 to assist in curriculum development and performance
23 evaluation.
    (c) The program shall provide for some level of
25 public-private partnership.
    (d) The program shall obtain the assistance of the
27 Iowa department of public health in the development of
28 the performance evaluation design.
    (e) The program shall demonstrate improvement in
30 meeting current standards.
    (2) The Iowa department of public health shall
31
32 negotiate a sole source contract with a nonprofit
33 corporation that mentors through live music and
34 receives funds through private partnership to
35 implement this paragraph "i".
    (3) The Iowa department of public health may use
37 up to $50,000 of the moneys appropriated under this
38 paragraph "i" to provide technical assistance to and
39 monitoring of the program.
    (4) Notwithstanding section 8.33, moneys
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- 41 appropriated under this paragraph "i" that remain
- 42 unencumbered or unobligated at the close of the fiscal
- 43 year shall not revert but shall remain available for
- 44 the purpose designated in the succeeding fiscal year."
- 45 4. Page 5, line 28, by inserting after the word
- 46 "program." the following: "Of the amount allocated in
- 47 this paragraph, \$20,000 shall be used for substance
- 48 abuse treatment."
- 49 5. Page 5, line 32, by inserting after the word
- 50 "program." the following: "Of the amount allocated in

- 1 this paragraph, \$20,000 shall be used for substance
- 2 abuse treatment."
- 6. Page 6, line 5, by striking the figure
- 4 "370,000" and inserting the following: "310,000".

#### H-1429B

- 5 7. Page 6, line 7, by inserting after the word
- 6 "program." the following: "The aftercare provided
- 7 under the program may be provided by any religious
- 8 faith."

#### H-1429A

- 9 8. Page 6, by inserting after line 7, by
- 10 following:
- 11 "\_\_\_. Of the funds appropriated in this
- 12 subsection, \$60,000 is allocated to the Iowa
- 13 correctional institution for women at Mitchellville
- 14 for a value-based treatment program."
- 9. Page 6, line 12, by inserting after the word
- 16 "state" the following: "as provided pursuant to
- 17 section 216B.3, subsection 18, paragraphs "a" and
- 18 "b"."
- 19 10. Page 7, line 12, by striking the figure
- 20 "6,400,000" and inserting the following: "6,800,000".
- 21 11. By renumbering as necessary.

Heaton of Henry offered the following amendment  $\underline{\text{H-}1439}$ , to amendment  $\underline{\text{H-}1429}\text{A}$ , filed by him from the floor and moved its adoption:

#### H-1439

- 1 Amend the amendment, H-1429, to House File 862 as
- 2 follows:
- 3 1. Page 1, line 47, by striking the figure
- 4 "20,000" and inserting the following: "40,000".

Amendment H-1439 was adopted.

Heaton of Henry moved the adoption of amendment  $\underline{\text{H-}1429}\text{A}$ , as amended.

Roll call was requested by Smith of Marshall and Mascher of Johnson.

Rule 75 was invoked.

On the question "Shall amendment  $\underline{\text{H-}1429}\text{A},$  as amended, be adopted?" (<u>H.F. 862</u>)

The ayes were, 50:

Alons	Anderson	Arnold	Baudler
Boal	Carroll	Chambers	Dandekar
De Boef	Dix	Dolecheck	Drake
Elgin	Freeman	Gipp	Granzow
Heaton	Hoffman	Horbach	Huseman
Hutter	Jacobs	Jenkins	Jones
Kaufmann	Kurtenbach	Lalk	Lukan
Maddox	May	Olson, S.	Paulsen
Raecker	Rasmussen	Rayhons	Roberts
Sands	Schickel	Soderberg	Struyk
Tjepkes	Tomenga	Tymeson	Upmeyer
Van Engelenhoven	Van Fossen, J.K.	Van Fossen, J.R.	Watts
Wilderdyke	Mr. Speaker		
-	Rants		

The nays were, 48:

Bell	Berry	Bukta	Cohoon
Davitt	Fallon	Foege	Ford
Frevert	Gaskill	Heddens	Hogg
Hunter	Huser	Jacoby	Jochum
Kressig	Kuhn	Lensing	Lykam
Mascher	McCarthy	Mertz	Miller
Murphy	Oldson	Olson, D.	Olson, R.
Petersen	Pettengill	Quirk	Reasoner
Reichert	Schueller	Shomshor	Shoultz
Smith	Swaim	Taylor, D.	Taylor, T.
Thomas	Wendt	Wessel-Kroeschell	Whitaker
Whitead	Winckler	Wise	Zirkelbach

Absent or not voting, 2:

Eichhorn Greiner

Amendment <u>H-1429</u>A, as amended, was adopted.

Gipp of Winneshiek asked and received unanimous consent that <u>House File 862</u> be deferred and that the bill retain its place on the calendar.

On motion by Gipp of Winneshiek, the House was recessed at 12:15 p.m., until 3:30 p.m.

# AFTERNOON SESSION

The House reconvened at 2:50 p.m., Dolecheck of Ringgold in the chair.

# **QUORUM CALL**

A non-record roll call was requested to determine that a quorum was present. The vote revealed eighty-five members present, fifteen absent.

The House resumed consideration of <u>House File 862</u>, a bill for an act relating to and making appropriations from the healthy Iowans tobacco trust and the tobacco settlement trust fund, previously deferred.

Ford of Polk offered the following amendment  $\underline{H-1440}$  filed by him from the floor and requested division as follows:

# H-1440

1 Amend <u>House File 862</u> as follows:

#### H-1440A

```
4. Page 6, by inserting after line 7, the

12 "3A. To the department of corrections:
13 For substance abuse treatment programs in

14 correctional facilities:
15 .....$ 2,000,000"
H-1440B
    5. Page 7, line 12, by striking the figure
17 "6,400,000" and inserting the following:
18 "10,650,000".
H-1440
```

6. By renumbering as necessary.

Ford of Polk moved the adoption of amendment <u>H-1440</u>A.

A non-record roll call was requested.

The ayes were 45, nays 48.

Amendment H-1440A lost.

Amendment H-1440B was placed out of order with the adoption of amendment H-1429A, as amended.

Smith of Marshall offered the following amendment H-1390 filed by Smith, et al., and moved its adoption:

#### H-1390

Amend House File 862 as follows: 2 1. Page 5, by striking line 4, and inserting the 3 following: "h. For grants, awarded on a competitive basis, to provide substance abuse". 2. Page 5, by striking lines 7 through 21.

Amendment H-1390 lost.

Heaton of Henry asked and received unanimous consent to withdraw amendment H-1429B.

Mascher of Johnson offered the following amendment  $\underline{H-1418}$  filed by her and moved its adoption:

#### H-1418

- 1 Amend House File 862 as follows:
- 2 1. Page 6, by striking lines 6 and 7, and
- 3 inserting the following: "is allocated to the
- 4 Mitchellville correctional facility for women to be
- 5 used for a substance abuse treatment program which
- 6 involves a therapeutic community."

A non-record roll call was requested.

The ayes were 42, nays 49.

Amendment H-1418 lost.

Hunter of Polk offered the following amendment  $\underline{H-1444}$  filed by him from the floor and moved its adoption:

#### H-1444

- 1 Amend House File 862 as follows:
- 2 1. Page 6, line 7, by inserting after the word
- 3 "program." the following: "The aftercare provided
- 4 under the program may be provided by any religious
- 5 faith."

Amendment H-1444 lost.

De Boef of Keokuk asked and received unanimous consent to withdraw amendment  $\underline{H-1419}$  filed by De Boef, et al., on April 19, 2005.

De Boef of Keokuk offered amendment  $\underline{H-1445}$  filed by her, Tymeson of Madison, Heaton of Henry and Upmeyer of Hancock from the floor as follows:

#### H-1445

- 1 Amend <u>House File 862</u> as follows:
- 2 1. Page 7, by inserting after line 16, the
- 3 following:
- 4 "Sec.\_\_\_. Section 142A.4, Code 2005, is amended
- 5 by adding the following new subsection:
- 6 NEW SUBSECTION. 23. Approve the content of any

- 7 materials distributed by the youth program pursuant to
- 8 section 142A.9, prior to distribution of the
- 9 materials."
- 10 2. By renumbering as necessary.

Hogg of Linn rose on a point of order that amendment  $\underline{H-1445}$  was not germane.

The Speaker ruled the point well taken and amendment  $\underline{H-1445}$  not germane.

Foege of Linn asked and received unanimous consent to withdraw amendments  $\underline{H-1434}$  and  $\underline{H-1441}$  filed by him from the floor.

Foege of Linn offered the following amendment  $\underline{H-1446}$  filed by him from the floor and moved its adoption:

#### H-1446

- 1 Amend House File 862 as follows:
  2 1. Page 2, line 16, by striking the figure
- 3 "5,011,565" and inserting the following: "9,345,394".
- 4 2. Page 7, by inserting after line 16, the
- 5 following
- 6 "Sec.\_\_. ENDOWMENT FOR IOWA'S HEALTH ACCOUNT -
- $7 \quad TRAN\overline{SF}ER. \ In \ addition \ to \ the \ amount \ transferred$
- 8 pursuant to section 12E.12, subsection 1, paragraph
- 9 "b", subparagraph (2), subparagraph subdivision (b),
- 10 and in addition to any other amount transferred in
- 11 this Act, \$4,333,829 is transferred from the endowment
- 12 for Iowa's health account of the tobacco settlement
- 13 trust fund created in section 12E.12 to the healthy
- 14 Iowans tobacco trust created in section 12.65 for the
- 15 fiscal year beginning July 1, 2005, and ending June
- 16 30, 2006."
- 17 3. By renumbering as necessary.

Roll call was requested by Foege of Linn and Hogg of Linn.

Rule 75 was invoked.

On the question "Shall amendment  $\underline{H-1446}$  be adopted?" ( $\underline{H.F.}$  862)

The ayes were, 49:

Bell Bukta Cohoon Berry Dandekar Davitt Fallon Foege Ford Frevert Gaskill Heddens Hogg Hunter Huser Jacoby Jochum Kressig Kuhn Lensing McCarthy Lykam Mascher Mertz Miller Murphy Oldson Olson, D. Olson, R. Petersen Pettengill Quirk Shomshor Schueller Reasoner Reichert Shoultz Taylor, D. Smith Swaim Taylor, T. **Thomas** Wendt Wessel-Kroeschell Whitaker Whitead Winckler Wise

Zirkelbach

The nays were, 51:

Alons Anderson Arnold **Baudler** Chambers De Boef Boal Carroll Dix Drake Eichhorn Elgin Greiner Freeman Gipp Granzow Heaton Hoffman Horbach Huseman Hutter Jacobs Jenkins Jones Kurtenbach Lalk Lukan Kaufmann Maddox Paulsen May Olson, S. Raecker Rants, Spkr. Rasmussen **Rayhons Roberts** Sands Schickel Soderberg Struyk Tjepkes Tomenga Tymeson Upmeyer Van Engelenhoven Van Fossen, J.K. Van Fossen, J.R. Wilderdyke Dolecheck, Watts

Presiding

Absent or not voting, none

Amendment H-1446 lost.

Heaton of Henry moved that the bill be read a last time now and placed upon its passage which motion prevailed and the bill was read a last time.

On the question "Shall the bill pass?" (H.F. 862)

The ayes were, 100:

Alons Arnold Baudler Anderson Bell Berry Boal Bukta Carroll Chambers Cohoon Dandekar Davitt De Boef Dix Drake

Fallon Eichhorn Elgin Foege Ford Freeman Frevert Gaskill Granzow Heaton Gipp Greiner Heddens Hoffman Horbach Hogg Hunter Huseman Huser Hutter Jacobs Jacoby **Jenkins** Jochum Kaufmann Kressig Kuhn Jones Kurtenbach Lalk Lensing Lukan Lykam Maddox Mascher May McCarthy Mertz Miller Murphy Olson, D. Olson, R. Oldson Olson, S. Paulsen Petersen Pettengill Quirk Raecker Rants, Spkr. Rasmussen Rayhons Reasoner Reichert **Roberts** Sands Schueller Shomshor Schickel Shoultz Smith Soderberg Struyk Swaim Taylor, D. Taylor, T. Thomas Tjepkes Upmeyer Tomenga Tymeson Van Engelenhoven Van Fossen, J.K. Van Fossen, J.R. Watts Wendt Wessel-Kroeschell Whitaker Whitead Wilderdyke Winckler Wise Zirkelbach Dolecheck, Presiding

The nays were, none.

Absent or not voting, none.

The bill having received a constitutional majority was declared to have passed the House and the title was agreed to.

# MESSAGE FROM THE SENATE

The following message was received from the Senate:

Mr. Speaker: I am directed to inform your honorable body that the Senate has on April 20, 2005, passed the following bill in which the concurrence of the Senate was asked:

<u>House File 748</u>, a bill for an act providing for state employee payroll deductions for qualified tuition program contributions.

MICHAEL E. MARSHALL, Secretary

# **IMMEDIATE MESSAGE**

Gipp of Winneshiek asked and received unanimous consent that **House File 862** be immediately messaged to the Senate.

# **Appropriations Calendar**

<u>House File 841</u>, a bill for an act relating to health care reform, including provisions relating to the medical assistance program, providing appropriations, providing effective dates, and providing for retroactive applicability, was taken up for consideration.

Speaker Rants in the chair at 4:30 p.m.

Carroll of Poweshiek asked and received unanimous consent to withdraw the committee amendment  $\underline{H-1362}$  filed by the committee on human resources on April 13, 2005.

Carroll of Poweshiek asked and received unanimous consent to withdraw the committee amendment  $\underline{H-1375}$  filed by the committee on ways and means on April 14, 2005.

Carroll of Poweshiek offered amendment <u>H-1417</u> filed by Carroll, et al., as follows:

#### H-1417

Amend House File 841 as follows: 1. By striking everything after the enacting clause and inserting the following: 4 "DIVISION I **IOWACARE** Section 1. NEW SECTION. 249J.1 TITLE. This chapter shall be known and may be cited as the "Iowacare Act". Sec. 2. NEW SECTION. 249J.2 FEDERAL FINANCIAL 10 PARTICIPATION - CONTINGENT IMPLEMENTATION. This chapter shall be implemented only to the 12 extent that federal matching funds are available for 13 nonfederal expenditures under this chapter. The 14 department shall not expend funds under this chapter, 15 including but not limited to expenditures for 16 reimbursement of providers and program administration, 17 if appropriated nonfederal funds are not matched by 18 federal financial participation. Sec. 3. NEW SECTION. 249J.3 DEFINITIONS. 20 As used in this chapter, unless the context 21 otherwise requires: 1. "Clean claim" means a claim submitted by a provider included in the expansion population provider 24 network that may be adjudicated as paid or denied.

- 25 2. "Department" means the department of human
- 26 services.
- 27 3. "Director" means the director of human
- 28 services.
  - 9 4. "Expansion population" means the individuals
- 30 who are eligible solely for benefits under the medical
- 31 assistance program waiver as provided in this chapter.
- 32 5. "Full benefit dually eligible Medicare Part D
- 33 beneficiary" means a person who is eligible for
- 34 coverage for Medicare Part D drugs and is
- 35 simultaneously eligible for full medical assistance
- 36 benefits pursuant to chapter 249A, under any category
- 37 of eligibility.
- 38 6. "Full benefit recipient" means an adult who is
- 39 eligible for full medical assistance benefits pursuant
- 40 to chapter 249A under any category of eligibility.
- 41 7. "Iowa Medicaid enterprise" means the
- 42 centralized medical assistance program infrastructure,
- 43 based on a business enterprise model, and designed to
- 44 foster collaboration among all program stakeholders by
- 45 focusing on quality, integrity, and consistency.
- 46 8. "Medical assistance" or "Medicaid" means
- 47 payment of all or part of the costs of care and
- 48 services provided to an individual pursuant to chapter
- 49 249A and Title XIX of the federal Social Security Act.
- 50 9. "Medicare Part D" means the Medicare Part D

- 1 program established pursuant to the Medicare
- 2 Prescription Drug, Improvement, and Modernization Act
- 3 of 2003, Pub. L. No. 108-173.
- 4 10. "Minimum data set" means the minimum data set
- 5 established by the centers for Medicare and Medicaid
- 6 services of the United States department of health and
- 7 human services for nursing home resident assessment
- 8 and care screening.
- 9 11. "Nursing facility" means a nursing facility as
- 10 defined in section 135C.1.
- 11 12. "Public hospital" means a hospital licensed
- 12 pursuant to chapter 135B and governed pursuant to
- 13 chapter 145A, 226, 347, 347A, or 392.
- 14 Sec. 4. NEW SECTION. 249J.4 PURPOSE.
- 15 It is the purpose of this chapter to propose a
- 16 variety of initiatives to increase the efficiency,
- 17 quality, and effectiveness of the health care system;
- 18 to increase access to appropriate health care; to
- 19 provide incentives to consumers to engage in
- 20 responsible health care utilization and personal
- 21 health care management; to reward providers based on
- 22 quality of care and improved service delivery; and to
- 23 encourage the utilization of information technology,

24 to the greatest extent possible, to reduce 25 fragmentation and increase coordination of care and 26 quality outcomes. **DIVISION II** 27 28 MEDICAID EXPANSION 29 Sec. 5. NEW SECTION. 249J.5 EXPANSION POPULATION 30 ELIGIBILITY. 1. Except as otherwise provided in this chapter, 31 32 an individual nineteen through sixty-four years of age shall be eligible solely for the expansion population 34 benefits described in this chapter when provided 35 through the expansion population provider network as 36 described in this chapter, if the individual meets all 37 of the following conditions: a. The individual is not eligible for coverage 39 under the medical assistance program in effect on 40 April 1, 2005, or was eligible for coverage under the 41 medical assistance program in effect on April 1, 2005, 42 but chose not to enroll in that program. b. The individual has a family income at or below 43 two hundred percent of the federal poverty level as defined by the most recently revised poverty income 46 guidelines published by the United States department of health and human services. c. The individual fulfills all other conditions of participation for the expansion population described in this chapter, including requirements relating to

- personal financial responsibility. 1
- 2. Individuals otherwise eligible solely for
- family planning benefits authorized under the medical
- assistance family planning services waiver, effective
- January 1, 2005, as described in 2004 Iowa Acts,
- chapter 1175, section 116, subsection 8, may also be
- eligible for expansion population benefits provided
- through the expansion population provider network.
- 3. Individuals with family incomes below three
- 10 hundred percent of the federal poverty level as
- defined by the most recently revised poverty income
- 12 guidelines published by the United States department
- of health and human services shall also be eligible
- 14 for obstetrical and newborn care under the expansion
- 15 population if deductions for the medical expenses of
- 16 all family members would reduce the family income to
- 17 two hundred percent of the federal poverty level or
- 18 below. Such individuals shall be eligible for the
- 19 same benefits as those provided to individuals
- 20 eligible under section 135.152. Eligible individuals
- 21 may choose to receive the appropriate level of care at
- 22 any licensed hospital or health care facility, with

- 23 the exception of individuals in need of such care
- 24 residing in the counties of Cedar, Clinton, Iowa,
- 25 Johnson, Keokuk, Louisa, Muscatine, Scott, and
- 26 Washington, who shall be provided care at the
- 27 university of Iowa hospitals and clinics.
- 28 4. Enrollment for the expansion population may be
- 29 limited, closed, or reduced and the scope and duration
- 30 of expansion population services provided may be 31 limited, reduced, or terminated if the department
- 32 determines that federal medical assistance program
- 33 matching funds or appropriated state funds will not be
- 34 available to pay for existing or additional
- 35 enrollment.
- 36 5. Eligibility for the expansion population shall
- 37 not include individuals who have access to group
- 38 health insurance, unless the reason for not accessing
- 39 group health insurance is allowed by rule of the
- 40 department.
- 6. Each expansion population member shall provide
- 42 to the department all insurance information required
- 43 by the health insurance premium payment program.
- 44 7. The department shall contract with the county
- 45 general assistance directors to perform intake
- 46 functions for the expansion population, but only at
- 47 the discretion of the individual county general
- 48 assistance director.
- 49 Sec. 6. NEW SECTION. 249J.6 EXPANSION POPULATION
- 50 BENEFITS.

- 1 1. Beginning July 1, 2005, the expansion
- 2 population shall be eligible for all of the following
- 3 expansion population services:
- 4 a. Inpatient hospital procedures described in the
- 5 diagnostic related group codes or other applicable
- 6 inpatient hospital reimbursement methods designated by
- 7 the department.
- 8 b. Outpatient hospital services described in the
- 9 ambulatory patient groupings or noninpatient services
- 10 designated by the department.
- 11 c. Physician and advanced registered nurse
- 12 practitioner services described in the current
- 13 procedural terminology codes specified by the
- 14 department.
- 15 d. Dental services described in the dental codes
- 16 specified by the department.
- 17 e. Limited pharmacy benefits provided by an
- 18 expansion population provider network hospital
- 19 pharmacy and solely related to an appropriately billed
- 20 expansion population service.
- 21 f. Transportation to and from an expansion

- 22 population provider network provider only if the
- 23 provider offers such transportation services or the
- 24 transportation is provided by a volunteer.
- 25 2. Beginning no later than March 1, 2006, all
- 26 expansion population members shall complete a single
- 27 comprehensive medical examination and personal health
- 28 improvement plan within ninety days of enrollment in
- 29 the expansion population. An expansion population
- 30 member who enrolls in the expansion population prior
- 31 to March 1, 2006, shall complete the comprehensive
- 32 medical examination and the personal health
- 33 improvement plan by June 1, 2006. These services may
- 34 be provided by an expansion population provider
- 35 network physician, advanced registered nurse
- 36 practitioner, or physician assistant or any other
- 37 physician, advanced registered nurse practitioner, or
- 38 physician assistant, available to any full benefit
- 39 recipient including but not limited to such providers
- 40 available through a free clinic under a contract with
- 41 the department to provide these services or through
- 42 federally qualified health centers or rural health
- 43 clinics that employ a physician.
- 44 3. Beginning no later than July 1, 2006, expansion
- 45 population members shall be provided all of the
- 46 following:
- 47 a. Access to a pharmacy assistance clearinghouse
- 48 program to match expansion population members with
- 49 free or discounted prescription drug programs provided
- 50 by the pharmaceutical industry.

- 1 b. Access to a medical information hotline,
- 2 accessible twenty-four hours per day, seven days per
- 3 week, to assist expansion population members in making
- 4 appropriate choices about the use of emergency room
- 5 and other health care services.
- 4. Membership in the expansion population shall
- 7 not preclude an expansion population member from
- 8 eligibility for services not covered under the
- 9 expansion population for which the expansion
- 10 population member is otherwise entitled under state or
- 11 federal law.
- 12 5. Members of the expansion population shall not
- 13 be considered full benefit dually eligible Medicare
- 14 Part D beneficiaries for the purposes of calculating
- 15 the state's payment under Medicare Part D, until such
- 16 time as the expansion population is eligible for all
- 17 of the same benefits as full benefit recipients under
- 18 the medical assistance program.
- 19 Sec. 7. NEW SECTION. 249J.7 EXPANSION POPULATION
- 20 PROVIDER NETWORK.

- 1. Expansion population members shall only be 22 eligible to receive expansion population services 23 through a provider included in the expansion population provider network. Except as otherwise provided in this chapter, the expansion population 26 provider network shall be limited to a publicly owned acute care teaching hospital located in a county with 28 a population over three hundred fifty thousand, the 29 university of Iowa hospitals and clinics, and the state hospitals for persons with mental illness 31 designated pursuant to section 226.1 with the exception of the programs at such state hospitals for 33 persons with mental illness that provide substance 34 abuse treatment, serve gero-psychiatric patients, or treat sexually violent predators.
- 2. Expansion population services provided to expansion population members by providers included in 37 38 the expansion population provider network shall be payable at the full benefit recipient rates. 3. Providers included in the expansion population 40
- provider network shall submit clean claims within ten 42 days of the date of provision of an expansion population service to an expansion population member. 4. Unless otherwise prohibited by law, a provider
- 45 under the expansion population provider network may deny care to an individual who refuses to apply for coverage under the expansion population.
- Sec. 8. NEW SECTION. 249J.8 EXPANSION POPULATION MEMBERS - FINANCIAL PARTICIPATION.
- 1. Beginning July 1, 2005, each expansion

- population member shall pay a monthly premium not to
- exceed one-twelfth of five percent of the member's
- annual family income to be paid on the last day of the
- 4 month of coverage. The department shall deduct the
- amount of any monthly premiums paid by an expansion
- 6 population member for benefits under the healthy and
- well kids in Iowa program when computing the amount of
- monthly premiums owed under this subsection. An
- expansion population member shall pay the monthly
- premium during the entire period of the member's
- enrollment. However, regardless of the length of
- enrollment, the member is subject to payment of the
- 13 premium for a minimum of four consecutive months.
- 14 Timely payment of premiums, including any arrearages
- 15 accrued from prior enrollment, is a condition of
- receiving any expansion population services. Premiums
- 17 collected under this subsection shall be deposited in
- 18 the premiums subaccount of the account for health care
- 19 transformation created pursuant to section 249J.22.

- 20 An expansion population member shall also pay the same
- 21 copayments required of other adult recipients of
- 22 medical assistance.
- 23 2. The department may reduce the required out-of-
- 24 pocket expenditures for an individual expansion
- 25 population member based upon the member's increased
- 26 wellness activities such as smoking cessation or
- $27 \quad compliance \ with \ the \ personal \ health \ improvement \ plan$
- 28 completed by the member.
- 29 3. The department shall submit to the governor and
- 30 the general assembly by March 15, 2006, a design for
- 31 each of the following:
- 32 a. An insurance cost subsidy program for expansion
- 33 population members who have access to employer health
- 34 insurance plans, provided that the design shall
- 35 require that no less than fifty percent of the cost of
- 36 such insurance shall be paid by the employer.
- 37 b. A health care account program option for
- ${\bf 38} \quad individuals \ eligible \ for \ enrollment \ in \ the \ expansion$
- 39 population. The health care account program option
- 40 shall be available only to adults who have been
- 41 enrolled in the expansion population for at least42 twelve consecutive calendar months. Under the health
- 43 care account program option, the individual would
- 44 agree to exchange one year's receipt of benefits under
- 45 the expansion population to which the individual would
- 46 otherwise be entitled for a credit of up to a
- 47 specified amount toward any medical assistance program
- 48 covered service. The balance in the health care
- 49 account at the end of the year, if any, would be
- 50 available for withdrawal by the individual.

- 1 Sec. 9. NEW SECTION. 249J.9 FUTURE EXPANSION
- 2 POPULATION, BENEFITS, AND PROVIDER NETWORK GROWTH.
- 3 1. POPULATION. The department shall contract with
- 4 the division of insurance of the department of
- 5 commerce or another appropriate entity to track, on an
- 6 annual basis, the number of uninsured and underinsured
- ${\it 7} \quad \hbox{Iowans, the cost of private market insurance coverage,} \\$
- ${f 8}$  and other barriers to access to private insurance for
- $9\,$   $\,$  Iowans. Based on these findings and available funds,
- $10 \ \ the \ department \ shall \ make \ recommendations, \ annually,$
- 11 to the governor and the general assembly regarding
- 12 further expansion of the expansion population.
- 13 2. BENEFITS.
- 14 a. The department shall not provide services to
- 15 expansion population members that are in addition to
- 16 the services originally designated by the department
- 17 pursuant to section 249J.6, without express
- 18 authorization provided by the general assembly.

b. The department, upon the recommendation of the 20 clinicians advisory panel established pursuant to 21 section 249J.17, may change the scope and duration of 22 any of the available expansion population services, 23 but this subsection shall not be construed to 24 authorize the department to make expenditures in 25 excess of the amount appropriated for benefits for the 26 expansion population. 27 3. EXPANSION POPULATION PROVIDER NETWORK. a. The department shall not expand the expansion 29 population provider network unless the department is 30 able to pay for expansion population services provided 31 by such providers at the full benefit recipient rates. b. The department may limit access to the 33 expansion population provider network by the expansion population to the extent the department deems 35 necessary to meet the financial obligations to each 36 provider under the expansion population provider 37 network. This subsection shall not be construed to 38 authorize the department to make any expenditure in excess of the amount appropriated for benefits for the 40 expansion population. Sec. 10. NEW SECTION. 249J.10 MAXIMIZATION OF 41 42 FUNDING FOR INDIGENT PATIENTS. 1. Unencumbered certified local matching funds may 44 be used to cover the state share of the cost of 45 services for the expansion population. 2. The department of human services shall include 47 in its annual budget submission, recommendations 48 relating to a disproportionate share hospital and 49 graduate medical education allocation plan that 50 maximizes the availability of federal funds for

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payments to hospitals for the care and treatment of 2 indigent patients. 3. If state and federal law and regulations so provide and if federal disproportionate share hospital funds and graduate medical education funds are available under Title XIX of the federal Social Security Act, federal disproportionate share hospital 7 8 funds and graduate medical education funds shall be distributed as specified by the department. 10 **DIVISION III** 11 REBALANCING LONG-TERM CARE Sec. 11. NEW SECTION. 249J.11 NURSING FACILITY 12 13 LEVEL OF CARE DETERMINATION FOR FACILITY-BASED AND COMMUNITY-BASED SERVICES. The department shall amend the medical assistance 16 state plan to provide for all of the following: 1. That nursing facility level of care services

- 18 under the medical assistance program shall be
- 19 available to an individual admitted to a nursing
- 20 facility on or after July 1, 2005, who meets
- 21 eligibility criteria for the medical assistance
- 22 program pursuant to section 249A.3, if the individual
- 23 also meets any of the following criteria:
- 24 a. Based upon the minimum data set, the individual
- 25 requires limited assistance, extensive assistance, or
- 26 has total dependence on assistance, provided by the
- 27 physical assistance of one or more persons, with three
- 28 or more activities of daily living as defined by the
- 29 minimum data set.
- 30 b. Based on the minimum data set, the individual
- 31 requires the establishment of a safe, secure
- 32 environment due to moderate or severe impairment of
- 33 cognitive skills for daily decision making.
- 34 c. The individual has established a dependency
- 35 requiring residency in a medical institution for more
- 36 than one year.
- 37 2. That an individual admitted to a nursing
- 38 facility prior to July 1, 2005, and an individual
- 39 applying for home and community-based services waiver
- 40 services at the nursing facility level of care on or
- 41 after July 1, 2005, who meets the eligibility criteria
- 42 for the medical assistance program pursuant to section
- 43 249A.3, shall also meet any of the following criteria:
- 44 a. Based on the minimum data set, the individual
- 45 requires supervision or limited assistance, provided
- 46 by the physical assistance of not more than one
- 47 person, for one or more activities of daily living as
- 48 defined by the minimum data set.
- 49 b. Based on the minimum data set, the individual
- 50 requires the establishment of a safe, secure

- 1 environment due to modified independence or moderate
- 2 impairment of cognitive skills for daily decision
- 3 making.
- 4 3. That, beginning July 1, 2005, if nursing
- 5 facility level of care is determined to be medically
- 6 necessary for an individual and the individual meets
- 7 the nursing facility level of care requirements for
- 8 home and community-based services waiver services
- 9 under subsection 2, but appropriate home and
- 10 community-based services are not available to the
- 11 individual in the individual's community at the time
- 12 of the determination or the provision of available
- 13 home and community-based services to meet the skilled
- 14 care requirements of the individual is not cost-
- 15 effective, the criteria for admission of the
- 16 individual to a nursing facility for nursing facility

17 level of care services shall be the criteria in effect 18 on June 30, 2005. The department of human services 19 shall establish the standard for determining cost-20 effectiveness of home and community-based services 21 under this subsection. Sec. 12. NEW SECTION. 249J.12 SERVICES FOR 23 PERSONS WITH MENTAL RETARDATION OR DEVELOPMENTAL 24 DISABILITIES. 25 1. The department, in cooperation with the Iowa 26 state association of counties, the Iowa association of 27 community providers, and other interested parties, 28 shall develop a plan for a case-mix adjusted 29 reimbursement system under the medical assistance 30 program for both institution-based and community-based services for persons with mental retardation or 32 developmental disabilities for submission to the 33 general assembly by January 1, 2007. The department 34 shall not implement the case-mix adjusted 35 reimbursement system plan without express 36 authorization by the general assembly. 2. The department, in consultation with the Iowa 38 state association of counties, the Iowa association of 39 community providers, and other interested parties, 40 shall develop a plan for submission to the governor 41 and the general assembly no later than July 1, 2007, 42 to enhance alternatives for community-based care for 43 individuals who would otherwise require care in an 44 intermediate care facility for persons with mental 45 retardation. The plan shall not be implemented 46 without express authorization by the general assembly. Sec. 13. <u>NEW SECTION</u>. 249J.13 CHILDREN'S MENTAL 47 HEALTH WAIVER SERVICES.

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children who meet the eligibility criteria for the medical assistance program pursuant to section 249A.3 and also meet both of the following criteria: 1. The child requires behavioral health care 5 services and qualifies for the level of care provided 6 by a psychiatric medical institution for children. 2. The child requires treatment to cure or alleviate a serious mental illness or disorder, or emotional damage as evidenced by severe anxiety, 10 depression, withdrawal, or untoward aggressive 11 behavior toward the child's self or others. **DIVISION IV** 12 HEALTH PROMOTION PARTNERSHIPS 13 14 Sec. 14. NEW SECTION. 249J.14 HEALTH PROMOTION PARTNERSHIPS.

49 The department shall provide medical assistance 50 waiver services to not more than three hundred

16 1. SERVICES FOR ADULTS AT STATE MENTAL HEALTH 17 INSTITUTES. Beginning July 1, 2005, inpatient and 18 outpatient hospital services at the state hospitals 19 for persons with mental illness designated pursuant to 20 section 226.1 shall be covered services under the 21 medical assistance program. 2. DIETARY COUNSELING. By July 1, 2006, the 23 department shall design and begin implementation of a 24 strategy to provide dietary counseling and support to child and adult recipients of medical assistance and 26 to expansion population members to assist these 27 recipients and members in avoiding excessive weight 28 gain or loss and to assist in development of personal 29 weight loss programs for recipients and members determined by the recipient's or member's health care provider to be clinically overweight. 3. ELECTRONIC MEDICAL RECORDS. By October 1, 33 2006, the department shall develop a practical 34 strategy for expanding utilization of electronic medical recordkeeping by providers under the medical 35 assistance program and the expansion population provider network. The plan shall focus, initially, on 37 38 medical assistance program recipients and expansion population members whose quality of care would be 40 significantly enhanced by the availability of 41 electronic medical recordkeeping. 4. PROVIDER INCENTIVE PAYMENT PROGRAMS. By 43 January 1, 2007, the department shall design and 44 implement a provider incentive payment program for 45 providers under the medical assistance program and providers included in the expansion population provider network based upon evaluation of public and 48 private sector models.

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1 DISABILITIES. The department shall work with the

49 5. HEALTH ASSESSMENT FOR MEDICAL ASSISTANCE 50 RECIPIENTS WITH MENTAL RETARDATION OR DEVELOPMENTAL

- 2 university of Iowa colleges of medicine, dentistry,
- 3 nursing, pharmacy, and public health, and the
- 4 university of Iowa hospitals and clinics to determine
- 5 whether the physical and dental health of recipients
- 6 of medical assistance who are persons with mental
- 7 retardation or developmental disabilities are being
- 8 regularly and fully addressed and to identify barriers
- 9 to such care. The department shall report the
- 10 department's findings to the governor and the general
- 11 assembly by January 1, 2007.
- 12 6. SMOKING CESSATION. The department shall
- 13 implement a program with the goal of reducing smoking
- 14 among recipients of medical assistance who are

15 children to less than one percent and among recipients 16 of medical assistance and expansion population members 17 who are adults to less than ten percent, by July 1, 18 2007. 19 7. DENTAL HOME FOR CHILDREN. By July 1, 2008, 20 every recipient of medical assistance who is a child 21 twelve years of age or younger shall have a designated 22 dental home and shall be provided with the dental 23 screenings and preventive care identified in the oral 24 health standards under the early and periodic 25 screening, diagnostic, and treatment program. 8. REPORTS. The department shall report on a 27 quarterly basis to the medical assistance projections 28 and assessment council established pursuant to section 249J.19 and the council created pursuant to section 30 249A.4, subsection 8, regarding the health promotion 31 partnerships described in this section. DIVISION V 33 IOWA MEDICAID ENTERPRISE Sec. 15. NEW SECTION. 249J.15 COST AND QUALITY 34 PERFORMANCE EVALUATION. Beginning July 1, 2005, the department shall contract with an independent consulting firm to do all of the following: 39 1. Annually evaluate and compare the cost and 40 quality of care provided by the medical assistance program and through the expansion population with the 42 cost and quality of care available through private 43 insurance and managed care organizations doing 44 business in the state. 45 2. Annually evaluate the improvements by the medical assistance program and the expansion population in the cost and quality of services provided to Iowans over the cost and quality of care 49 provided in the prior year.

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- 1 PERFORMANCE EVALUATION.
- 2 Beginning July 1, 2006, the department shall submit

Sec. 16. NEW SECTION. 249J.16 OPERATIONS --

- 3 a report of the results of an evaluation of the
- 4 performance of each component of the Iowa Medicaid
- $5\quad enterprise\ using\ the\ performance\ standards\ contained$
- 6 in the contracts with the Iowa Medicaid enterprise
- 7 partners.
- 8 Sec. 17. <u>NEW SECTION</u>. 249J.17 CLINICIANS
- 9 ADVISORY PANEL CLINICAL MANAGEMENT.
- 1. Beginning July 1, 2005, the medical director of
- 11 the Iowa Medicaid enterprise, with the approval of the
- 12 administrator of the division of medical services of
- $13 \ \ \, the \ department, \ shall \ assemble \ and \ act \ as \ chairperson$

- 14 for a clinicians advisory panel to recommend to the
- 15 department clinically appropriate health care
- 16 utilization management and coverage decisions for the
- 17 medical assistance program and the expansion
- 18 population which are not otherwise addressed by the
- 19 Iowa medical assistance drug utilization review
- 20 commission created pursuant to section 249A.24 or the
- 21 medical assistance pharmaceutical and therapeutics
- $22 \quad committee \ established \ pursuant \ to \ section \ 249A.20A.$
- 23 The meetings shall be conducted in accordance with
- 24 chapter 21 and shall be open to the public except to
- 25 the extent necessary to prevent the disclosure of
- 26 confidential medical information.
- 27 2. The medical director of the Iowa Medicaid
- $28\ \ enterprise shall report on a quarterly basis to the$
- 29 medical assistance projections and assessment council
- $30\,\,$  established pursuant to section 249J.19 and the
- $31\ \ council\ created\ pursuant\ to\ section\ 294A.4,\ subsection$
- 32 8, any recommendations made by the panel and adopted
- 33 by rule of the department pursuant to chapter 17A
- 34 regarding clinically appropriate health care
- 35 utilization management and coverage under the medical
- 36 assistance program and the expansion population.
- 37 3. The medical director of the Iowa Medicaid
- 38 enterprise shall prepare an annual report summarizing
- 39 the recommendations made by the panel and adopted by
- 40 rule of the department regarding clinically
- 41 appropriate health care utilization management and
- 42 coverage under the medical assistance program and the
- 43 expansion population.
- 44 Sec. 18. NEW SECTION. 249J.18 HEALTH CARE
- 45 SERVICES PRICING AND REIMBURSEMENT OF PROVIDERS.
- 46 The department shall annually collect data on
- 47 third-party payor rates in the state and, as
- 48 appropriate, the usual and customary charges of health
- 49 care providers, including the reimbursement rates paid
- 50 to providers and by third-party payors participating

- 1 in the medical assistance program and through the
- 2 expansion population. The department shall consult
- 3 with the division of insurance of the department of
- 4 commerce in adopting administrative rules specifying
- 5 the reporting format and guaranteeing the
- 6 confidentiality of the information provided by the
- 7 providers and third-party payors. The department
- 8 shall review the data and make recommendations to the
- 9 governor and the general assembly regarding pricing
- 10 changes and reimbursement rates annually by January 1.
- 11 Any recommended pricing changes or changes in
- 12 reimbursement rates shall not be implemented without

13 express authorization by the general assembly. **DIVISION VI** 14 15 **GOVERNANCE** Sec. 19. NEW SECTION. 249J.19 MEDICAL ASSISTANCE 16 17 PROJECTIONS AND ASSESSMENT COUNCIL. 1. A medical assistance projections and assessment 18 19 council is created consisting of the following 20 members: 21 a. The co-chairpersons and ranking members of the legislative joint appropriations subcommittee on 23 health and human services, or a member of the 24 appropriations subcommittee designated by the cochairperson or ranking member. 26 b. The chairpersons and ranking members of the 27 human resources committees of the senate and the house of representatives, or a member of the committee 29 designated by the chairperson or ranking member. c. The chairpersons and ranking members of the 31 appropriations committees of the senate and the house 32 of representatives, or a member of the committee designated by the chairperson or ranking member. 2. The council shall meet as often as deemed 34 35 necessary, but shall meet at least quarterly. The 36 council may use sources of information deemed appropriate, and the department and other agencies of 37 38 state government shall provide information to the 39 council as requested. The legislative services agency 40 shall provide staff support to the council. 3. The council shall select a chairperson, 41 42 annually, from its membership. A majority of the members of the council shall constitute a quorum. 4. The council shall do all of the following: 45 a. Make quarterly cost projections for the medical 46 assistance program and the expansion population. b. Review quarterly reports on all initiatives 48 under this chapter, including those provisions in the design, development, and implementation phases, and make additional recommendations for medical assistance

- 1 program and expansion population reform on an annual 2
- 3 c. Review annual audited financial statements
- relating to the expansion population submitted by the
- providers included in the expansion population
- provider network.
- d. Review quarterly reports on the success of the
- Iowa Medicaid enterprise based upon the contractual
- performance measures for each Iowa Medicaid enterprise
- 10 partner.
- e. Assure that the expansion population is managed

12 at all times within funding limitations. In assuring 13 such compliance, the council shall assume that 14 supplemental funding will not be available for 15 coverage of services provided to the expansion 16 population. 5. The department of human services, the 17 18 department of management, and the legislative services 19 agency shall utilize a joint process to arrive at an 20 annual consensus projection for medical assistance program and expansion population expenditures for submission to the council. By December 15 of each 23 fiscal year, the council shall agree to a projection 24 of expenditures for the fiscal year beginning the 25 following July 1, based upon the consensus projection 26 submitted. 27 **DIVISION VII** ENHANCING THE FEDERAL-STATE FINANCIAL PARTNERSHIP 28 Sec. 20. NEW SECTION. 249J.20 PAYMENTS TO HEALTH CARE PROVIDERS BASED ON ACTUAL COSTS. 31 Payments, including graduate medical education payments, under the medical assistance program and the expansion population to each public hospital and each 33 34 public nursing facility shall not exceed the actual 35 medical assistance costs of each such facility 36 reported on the Medicare hospital and hospital health 37 care complex cost report submitted to the centers for 38 Medicare and Medicaid services of the United States 39 department of health and human services. Each public 40 hospital and each public nursing facility shall retain 41 one hundred percent of the medical assistance payments 42 earned under state reimbursement rules. State reimbursement rules may provide for reimbursement at 44 less than actual cost. Sec. 21. NEW SECTION. 249J.21 INDEPENDENT ANNUAL 45 46 AUDIT. 47 The department shall contract with a certified public accountant to provide an analysis, on an annual basis, to the governor and the general assembly 50 regarding compliance of the Iowa medical assistance

- 1 program with each of the following:
- 2 1. That the state has not instituted any new
- 3 provider taxes as defined by the centers for Medicare
- and Medicaid services of the United States department
- 5 of health and human services.
- 6 2. That public hospitals and public nursing
- 7 facilities are not paid more than the actual costs of
- 8 care for medical assistance program and
- 9 disproportionate share hospital program recipients
- 10 based upon Medicare program principles of accounting

11 and cost reporting. 12 3. That the state is not recycling federal funds 13 provided under Title XIX of the Social Security Act as 14 defined by the centers for Medicare and Medicaid 15 services of the United States department of health and 16 human services. Sec. 22. NEW SECTION. 249J.22 ACCOUNT FOR HEALTH 17 18 CARE TRANSFORMATION. 1. An account for health care transformation is 19 20 created in the state treasury under the authority of 21 the department. Moneys received through the physician 22 payment adjustment as described in 2003 Iowa Acts, 23 chapter 112, section 11, subsection 1, and through the 24 adjustment to hospital payments to provide an increased base rate to offset the high costs incurred 26 for providing services to medical assistance patients 27 as described in 2004 Iowa Acts, chapter 1175, section 28 86, subsection 2, paragraph "b", shall be deposited in 29 the account. The account shall include a separate 30 premiums subaccount. Revenue generated through payment of premiums by expansion population members as 32 required pursuant to section 249J.8 shall be deposited 33 in the separate premiums subaccount within the 34 account. 35 2. Moneys in the account shall be separate from 36 the general fund of the state and shall not be considered part of the general fund of the state. The 38 moneys deposited in the account are not subject to 39 section 8.33 and shall not be transferred, used, 40 obligated, appropriated, or otherwise encumbered, 41 except to provide for the purposes specified in this section. Notwithstanding section 12C.7, subsection 2, 43 interest or earnings on moneys deposited in the 44 account shall be credited to the account. 3. Moneys deposited in the account for health care 46 transformation shall be used only as provided in 47 appropriations from the account for the costs associated with certain services provided to the

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249J.8, the case-mix adjusted reimbursement system for

expansion population pursuant to section 249J.6, certain initiatives to be designed pursuant to section

- persons with mental retardation or developmental
- disabilities pursuant to section 249J.12, certain
- 4 health promotion partnership activities pursuant to
- section 249J.14, the cost and quality performance 5
- evaluation pursuant to section 249J.15, auditing
- requirements pursuant to section 249J.21, the
- provision of additional indigent patient care and
- treatment, and administrative costs associated with

- 10 this chapter.
- Sec. 23. NEW SECTION. 249J.23 IOWACARE ACCOUNT.
- 1. An Iowacare account is created in the state
- 13 treasury under the authority of the department of
- 14 human services. Moneys appropriated from the general
- 15 fund of the state to the account, moneys received as
- 16 federal financial participation funds under the
- 17 expansion population provisions of this chapter and
- 18 credited to the account, moneys received for
- 19 disproportionate share hospitals and credited to the
- 20 account, moneys received for graduate medical
- 21 education and credited to the account, proceeds
- 22 transferred from the county treasurer as specified in
- 23 subsection 6, and moneys from any other source
- 24 credited to the account shall be deposited in the
- account. Moneys deposited in or credited to the
- 26 account shall be used only as provided in
- appropriations or distributions from the account for
- 28 the purposes specified in the appropriation or
- 29 distribution. Moneys in the account shall be
- appropriated to the university of Iowa hospitals and
- clinics, to a publicly owned acute care teaching 31
- 32 hospital located in a county with a population over
- 33 three hundred fifty thousand, and to the state
- 34 hospitals for persons with mental illness designated
- pursuant to section 226.1 for the purposes provided in
- 36 the federal law making the funds available or as
- 37 specified in the state appropriation and shall be
- 38 distributed as determined by the department.
- 2. The account shall be separate from the general
- 40 fund of the state and shall not be considered part of
- the general fund of the state. The moneys in the
- account shall not be considered revenue of the state,
- 43 but rather shall be funds of the account. The moneys
- 44 in the account are not subject to section 8.33 and
- 45 shall not be transferred, used, obligated, 46 appropriated, or otherwise encumbered, except to
- provide for the purposes of this chapter.
- 48 Notwithstanding section 12C.7, subsection 2, interest
- or earnings on moneys deposited in the account shall
- 50 be credited to the account.

- 3. The department shall adopt rules pursuant to
- chapter 17A to administer the account.
- 4. The treasurer of state shall provide a
- 4 quarterly report of activities and balances of the
- account to the director.
- 6 5. Notwithstanding section 262.28, payments to be
- made to participating public hospitals under this
- section may be made on a prospective basis in twelve

equal monthly installments. After the close of the 10 fiscal year, the department shall determine the amount 11 of the payments attributable to the state general 12 fund, federal financial participation funds collected 13 for expansion population services, graduate medical 14 education funds, and disproportionate share hospital 15 funds, based on claims data and actual expenditures. 6. Notwithstanding any provision to the contrary, 17 from each semiannual collection of taxes levied under 18 section 347.7 for which the collection is performed 19 after July 1, 2005, the county treasurer of a county 20 with a population over three hundred fifty thousand in 21 which a publicly owned acute care teaching hospital is 22 located shall transfer the proceeds collected pursuant 23 to section 347.7 in a total amount of thirty-four 24 million dollars annually, which would otherwise be 25 distributed to the county hospital, to the treasurer 26 of state for deposit in the Iowacare account under 27 this section. The board of trustees of the acute care 28 teaching hospital identified in this subsection and the department shall execute an agreement under 30 chapter 28E by July 1, 2005, to specify the 31 requirements relative to transfer of the proceeds and 32 the distribution of moneys to the hospital from the 33 Iowacare account. The agreement may also include a provision allowing such hospital to limit access to such hospital by expansion population members based on 36 residency of the member, if such provision reflects 37 the policy of such hospital regarding indigent 38 patients existing on April 1, 2005, as adopted by its 39 board of hospital trustees pursuant to section 347.14, subsection 4. 41 7. The state board of regents, on behalf of the 42 university of Iowa hospitals and clinics, and the 43 department shall execute an agreement under chapter 44 28E by July 1, 2005, to specify the requirements 45 relating to distribution of moneys to the hospital 46 from the Iowacare account. 8. The state and any county utilizing the acute 47 48 care teaching hospital located in a county with a population over three hundred fifty thousand for 50 mental health services prior to July 1, 2005, shall

- 1 annually enter into an agreement with such hospital to
- 2 pay a per diem amount that is not less than the per
- 3 diem amount paid for those mental health services in
- 4 effect for the fiscal year beginning July 1, 2004, for
- 5 each individual including each expansion population
- 6 member accessing mental health services at that
- 7 hospital on or after July 1, 2005. Any payment made

under such agreement for an expansion population member pursuant to this chapter, shall be considered 10 by the department to be payment by a third-party 11 payor. 12 DIVISION VIII LIMITATIONS 13 Sec. 24. NEW SECTION. 249J.24 LIMITATIONS. 14 1. The provisions of this chapter shall not be 15 16 construed, are not intended as, and shall not imply a grant of entitlement for services to individuals who 18 are eligible for assistance under this chapter or for 19 utilization of services that do not exist or are not 20 otherwise available on the effective date of this Act. 21 Any state obligation to provide services pursuant to this chapter is limited to the extent of the funds appropriated or distributed for the purposes of this 24 chapter. 25 2. The provisions of this chapter shall not be 26 construed and are not intended to affect the provision of services to recipients of medical assistance 27 existing on the effective date of this Act. Sec. 25. NEW SECTION. 249J.25 AUDIT – FUTURE 29 30 REPEAL. 1. The state auditor shall complete an audit of 32 the provisions implemented pursuant to this chapter during the fiscal year beginning July 1, 2009, and shall submit the results of the audit to the governor 35 and the general assembly by January 1, 2010. 2. This chapter is repealed June 30, 2010. 37 Sec. 26. IMPLEMENTATION COSTS. Payment of any 38 one-time costs specifically associated with the implementation of chapter 249J, as enacted in this Act, shall be made in the manner specified by, and at 41 the discretion of, the department. 42 DIVISION IX CORRESPONDING PROVISIONS 43 44 Sec. 27. Section 97B.52A, subsection 1, paragraph c, Code 2005, is amended to read as follows: c. For a member whose first month of entitlement 47 is July 2000 or later, the member does not return to

# Page 19

- 1 to covered employment until the member has qualified
- 2 for no fewer than four calendar months of retirement

48 any employment with a covered employer until the 49 member has qualified for at least one calendar month 50 of retirement benefits, and the member does not return

- 3 benefits. For purposes of this paragraph, effective
- 4 July 1, 2000, any employment with a covered employer
- 5 does not include employment as an elective official or
- 6 member of the general assembly if the member is not

covered under this chapter for that employment. For purposes of determining a bona fide retirement under 9 this paragraph and for a member whose first month of entitlement is July 2004 or later, but before July 11 2006, covered employment does not include employment 12 as a licensed health care professional by a public 13 hospital as defined in section 2491.3 249J.3, with the 14 exception of public hospitals governed pursuant to 15 chapter 226. Sec. 28. Section 218.78, subsection 1, Code 2005, is amended to read as follows: 17 1. All institutional receipts of the department of 19 human services, including funds received from client 20 participation at the state resource centers under 21 section 222.78 and at the state mental health 22 institutes under section 230.20, shall be deposited in  $23 \ \ \, the \ general \ fund \ except \ for \ reimbursements \ for$ 24 services provided to another institution or state 25 agency, for receipts deposited in the revolving farm 26 fund under section 904.706, for deposits into the medical assistance fund under section 249A.11, for any 28 deposits into the medical assistance fund of any 29 medical assistance payments received through the 30 expansion population program pursuant to chapter 249J, 31 and rentals charged to employees or others for room, apartment, or house and meals, which shall be 33 available to the institutions. Sec. 29. Section 230.20, subsection 2, paragraph 35 a, Code 2005, is amended to read as follows: a. The superintendent shall certify to the 37 department the billings to each county for services provided to patients chargeable to the county during the preceding calendar quarter. The county billings 40 shall be based on the average daily patient charge and 41 other service charges computed pursuant to subsection 42 1, and the number of inpatient days and other service 43 units chargeable to the county. However, a county 44 billing shall be decreased by an amount equal to 45 reimbursement by a third party payor or estimation of 46 such reimbursement from a claim submitted by the superintendent to the third party payor for the 48 preceding calendar quarter. When the actual third party payor reimbursement is greater or less than 50 estimated, the difference shall be reflected in the

- 1 county billing in the calendar quarter the actual
- 2 third party payor reimbursement is determined. For
- 3 the purposes of this paragraph, "third-party payor
- 4 reimbursement" does not include reimbursement provided
- 5 under chapter 249J.

Sec. 30. Section 230.20, subsections 5 and 6, Code 2005, are amended to read as follows: 8 5. An individual statement shall be prepared for a patient on or before the fifteenth day of the month 10 following the month in which the patient leaves the 11 mental health institute, and a general statement shall 12 be prepared at least quarterly for each county to 13 which charges are made under this section. Except as 14 otherwise required by sections 125.33 and 125.34 the general statement shall list the name of each patient 16 chargeable to that county who was served by the mental health institute during the preceding month or 18 calendar quarter, the amount due on account of each 19 patient, and the specific dates for which any third party payor reimbursement received by the state is applied to the statement and billing, and the county 22 shall be billed for eighty percent of the stated 23 charge for each patient specified in this subsection. 24 For the purposes of this subsection, "third-party 25 payor reimbursement" does not include reimbursement provided under chapter 249J. The statement prepared 27 for each county shall be certified by the department 28 and a duplicate statement shall be mailed to the 29 auditor of that county. 6. All or any reasonable portion of the charges incurred for services provided to a patient, to the most recent date for which the charges have been 33 computed, may be paid at any time by the patient or by 34 any other person on the patient's behalf. Any payment 35 so made by the patient or other person, and any 36 federal financial assistance received pursuant to Title XVIII or XIX of the federal Social Security Act 38 for services rendered to a patient, shall be credited 39 against the patient's account and, if the charges so 40 paid as described in this subsection have previously 41 been billed to a county, reflected in the mental 42 health institute's next general statement to that 43 county. However, any payment made under chapter 249J 44 shall not be reflected in the mental health

#### Page 21

read as follows:

1 for the care of any patient, shall segregate an amount

49 A state resource center or mental health institute, 50 upon receipt of any payment made under this chapter

249A.11 PAYMENT FOR PATIENT CARE SEGREGATED.

- 2 equal to that portion of the payment which is required
- 3 by law to be made from nonfederal funds except for any
- 4 nonfederal funds received through the expansion

45 <u>institute's next general statement to that county.</u>
46 Sec. 31. Section 249A.11, Code 2005, is amended to

population program pursuant to chapter 249J which shall be deposited in the Iowacare account created pursuant to section 249J.23. The money segregated 8 shall be deposited in the medical assistance fund of the department of human services. 10 Sec. 32. Section 249H.4, Code 2005, is amended by 11 adding the following new subsection: NEW SUBSECTION. 7. The director shall amend the 12 13 medical assistance state plan to eliminate the mechanism to secure funds based on skilled nursing 15 facility prospective payment methodologies under the 16 medical assistance program and to terminate agreements entered into with public nursing facilities under this 18 chapter, effective June 30, 2005. 19 Sec. 33. 2004 Iowa Acts, chapter 1175, section 86, subsection 2, paragraph b, unnumbered paragraph 2, and subparagraphs (1), (2), and (3), are amended to read 21 as follows: 23 Of the amount appropriated in this lettered paragraph, \$25,950,166 shall be considered encumbered 24 and shall not be expended for any purpose until January 1, 2005. 26 (1) However, if If the department of human 27 28 services adjusts hospital payments to provide an 29 increased base rate to offset the high cost incurred 30 for providing services to medical assistance patients on or prior to January July 1, 2005, a portion of the 32 amount specified in this unnumbered paragraph equal to 33 the increased Medicaid payment shall revert to the general fund of the state. Notwithstanding section 8.54, subsection 7, the amount required to revert 35 under this subparagraph shall not be considered to be 37 appropriated for purposes of the state general fund 38 expenditure limitation for the fiscal year beginning 39 July 1, 2004. (2) If the adjustment described in subparagraph 40 41 (1) to increase the base rate is not made prior to January 1, 2005, the amount specified in this 43 unnumbered paragraph shall no longer be considered 44 encumbered, may be expended, and shall be available 45 for the purposes originally specified be transferred 46 by the university of Iowa hospitals and clinics to the medical assistance fund of the department of human services. Of the amount transferred, an amount equal to the federal share of the payments shall be

### Page 22

1 transformation created in section 249J.22.

50 transferred to the account for health care

- 2 (3) (2) Any incremental increase in the base rate
- 3 made pursuant to subparagraph (1) shall not be used in

- determining the university of Iowa hospital and
- clinics disproportionate share rate or when
- 6 determining the statewide average base rate for
- purposes of calculating indirect medical education
- 8 rates.
- Sec. 34. 2003 Iowa Acts, chapter 112, section 11, 9
- 10 subsection 1, is amended to read as follows:
- 1. For the fiscal year years beginning July 1,
- 12 2003, and ending June 30, 2004, and beginning July 1,
- 2004, and for each fiscal year thereafter ending June
- 30, 2005, the department of human services shall 14
- 15 institute a supplemental payment adjustment applicable
- 16 to physician services provided to medical assistance
- recipients at publicly owned acute care teaching
- 18 hospitals. The adjustment shall generate supplemental
- payments to physicians which are equal to the
- 20 difference between the physician's charge and the
- 21 physician's fee schedule under the medical assistance
- 22 program. To the extent of the supplemental payments,
- 23 a qualifying hospital shall, after receipt of the
- payments, transfer to the department of human services
- 25 an amount equal to the actual supplemental payments
- 26 that were made in that month. The department of human
- services shall deposit these payments in the
- 28 department's medical assistance account. The
- department of human services shall amend the medical
- 30 assistance state plan as necessary to implement this
- 31 section. The department may adopt emergency rules to
- 32 implement this section. The department of human
- 33 services shall amend the medical assistance state plan
- 34 to eliminate this provision effective June 30, 2005.
- Sec. 35. CORRESPONDING DIRECTIVES TO DEPARTMENT.
- 36 The department shall do all of the following:
- 1. Withdraw the request for the waiver and the 37
- 38 medical assistance state plan amendment submitted to
- 39 the centers for Medicare and Medicaid services of the
- United States department of health and human services
- 41 regarding the nursing facility quality assurance
- 42 assessment as directed pursuant to 2003 Iowa Acts,
- 43 chapter 112, section 4, 2003 Iowa Acts, chapter 179,
- 44 section 162, and 2004 Iowa Acts, chapter 1085,
- 45 sections 8, 10, and 11.
- 2. Amend the medical assistance state plan to
- eliminate the mechanism to secure funds based on
- hospital inpatient and outpatient prospective payment
- methodologies under the medical assistance program,
- 50 effective June 30, 2005.

- 3. Amend the medical assistance state plan to
- eliminate the mechanisms to receive supplemental

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disproportionate share hospital and graduate medical
    education funds as originally submitted, effective
5
    June 30, 2005.
     4. Amend the medical assistance state plan
6
    amendment to adjust hospital payments to provide an
    increased base rate to offset the high cost incurred
8
    for providing services to medical assistance patients
10 at the university of Iowa hospitals and clinics as
    originally submitted based upon the specifications of
    2004 Iowa Acts, chapter 1175, section 86, subsection
13 2, paragraph "b", unnumbered paragraph 2, and
14 subparagraphs (1),(2), and (3), to be approved for the
15 fiscal year beginning July 1 2004, and ending June 30,
16 2005, only, and to be eliminated June 30, 2005.
17
    5. Amend the medical assistance state plan
18 amendment to establish a physician payment adjustment
19 from the university of Iowa hospitals and clinics, as
20 originally submitted as described in 2003 Iowa Acts.
21 chapter 112, section 11, subsection 1, to be approved
22 for the state fiscal years beginning July 1, 2003, and
   ending June 30, 2004, and beginning July 1, 2004, and
    ending June 30, 2005, and to be eliminated effective
24
25 June 30, 2005.
    6. Amend the medical assistance state plan to
27
    eliminate the mechanism to secure funds based on
28
    skilled nursing facility prospective payment
29 methodologies under the medical assistance program,
30 effective June 30, 2005.
    7. Request a waiver from the centers for Medicare
31
32 and Medicaid services of the United States department
   of health and human services of the provisions
   relating to the early and periodic screening,
35
    diagnostic, and treatment program requirements as
    described in section 1905(a)(5) of the federal Social
    Security Act relative to the expansion population.
     Sec. 36. Chapter 249I, Code 2005, is repealed.
39
     Sec. 37. Sections 249A.20B and 249A.34, Code 2005,
40 are repealed.
    Sec. 38. 2003 Iowa Acts, chapter 112, section 4,
41
   2003 Iowa Acts, chapter 179, section 162, and 2004
    Iowa Acts, chapter 1085, section 8, and section 10,
44
   subsection 5, are repealed.
                 DIVISION X
45
46
              PHARMACY COPAYMENTS
     Sec. 39. COPAYMENTS FOR PRESCRIPTION DRUGS UNDER
47
   THE MEDICAL ASSISTANCE PROGRAM. The department of
49 human services shall require recipients of medical
    assistance to pay the following copayments on each
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1 prescription filled for a covered prescription drug,

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including each refill of such prescription, as
4
     1. A copayment of $1 for each covered generic
    prescription drug not included on the prescription
5
6
    drug list.
    2. A copayment of $1 for each covered brand-name
    or generic prescription drug included on the
    prescription drug list.
10
     3. A copayment of $1 for each covered brand-name
    prescription drug not included on the prescription
    drug list for which the cost to the state is up to and
12
13 including $25.
     4. A copayment of $2 for each covered brand-name
15 prescription drug not included on the prescription
16
    drug list for which the cost to the state is more than
    $25 and up to and including $50.
    5. A copayment of $3 for each covered brand-name
18
   prescription drug not included on the preferred drug
20 list for which the cost to the state is more than $50.
                DIVISION XI
21
22
     MEDICAL AND SURGICAL TREATMENT OF INDIGENT PERSONS
     AND OBSTETRICAL AND NEWBORN INDIGENT PATIENT CARE
23
     Sec. 40. NEW SECTION. 135.152 STATEWIDE
24
    OBSTETRICAL AND NEWBORN INDIGENT PATIENT CARE PROGRAM.
26
    1. The department shall establish a statewide
27
    obstetrical and newborn indigent patient care program
    to provide obstetrical and newborn care to medically
29 indigent residents of this state at the appropriate
30 and necessary level, at a licensed hospital or health
31 care facility closest and most available to the
32 residence of the indigent individual.
    2. The department shall administer the program,
    and appropriations by the general assembly for the
35 program shall be allocated to the obstetrical and
36 newborn patient care fund within the department to be
37
    utilized for the obstetrical and newborn indigent
    patient care program.
38
     3. The department shall adopt administrative rules
40 pursuant to chapter 17A to administer the program.
     4. The department shall establish a patient quota
42 formula for determining the maximum number of
43 obstetrical and newborn patients eligible for the
   program, annually, from each county. The formula used
    shall be based upon the annual appropriation for the
46 program, the average number of live births in each
47 county for the most recent three-year period, and the
48 per capita income for each county for the most recent
```

49 year. The formula shall also provide for reassignment 50 of an unused county quota allotment on April 1 of each

- 1 year.
- 5. a. The department, in collaboration with the
- department of human services and the Iowa state
- association of counties, shall adopt rules pursuant to
- chapter 17A to establish minimum standards for
- eligibility for obstetrical and newborn care,
- 7 including physician examinations, medical testing,
- ambulance services, and inpatient transportation
- services under the program. The minimum standards
- 10 shall provide that the individual is not otherwise
- 11 eligible for assistance under the medical assistance
- 12 program or for assistance under the medically needy
- program without a spend-down requirement pursuant to
- chapter 249A, or for expansion population benefits
- 15 pursuant to chapter 249J. If the individual is
- 16 eligible for assistance pursuant to chapter 249A or
- 249J, or if the individual is eligible for maternal
- 18 and child health care services covered by a maternal and child health program, the obstetrical and newborn
- 20 indigent patient care program shall not provide the
- 21 assistance, care, or covered services provided under
- 22 the other program.
- 23 b. The minimum standards for eligibility shall
- provide eligibility for persons with family incomes at
- or below one hundred eighty-five percent of the
- 26 federal poverty level as defined by the most recently
- revised poverty income guidelines published by the
- 28 United States department of health and human services,
- 29 and shall provide, but shall not be limited to
- providing, eligibility for uninsured and underinsured
- persons financially unable to pay for necessary 31
- obstetrical and newborn care. The minimum standards
- 33 may include a spend-down provision. The resource
- 34 standards shall be set at or above the resource standards under the federal supplemental security
- income program. The resource exclusions allowed under
- 37 the federal supplemental security income program shall
- 38 be allowed and shall include resources necessary for
- self-employment.
- 40 c. The department in cooperation with the
- department of human services, shall develop a
- standardized application form for the program and
- 43 shall coordinate the determination of eligibility for
- 44 the medical assistance and medically needy programs
- 45 under chapter 249A, the medical assistance expansion
- 46 under chapter 249J, and the obstetrical and newborn
- indigent patient care program.
- 6. The department shall establish application
- 49 procedures and procedures for certification of an
- 50 individual for obstetrical and newborn care under this

- 1 section.
- 7. An individual certified for obstetrical and
- newborn care under this division may choose to receive
- the appropriate level of care at any licensed hospital
- or health care facility.
- 8. The obstetrical and newborn care costs of an 6
- 7 individual certified for such care under this division
- at a licensed hospital or health care facility or from
- licensed physicians shall be paid by the department
- 10 from the obstetrical and newborn patient care fund.
- 9. All providers of services to obstetrical and
- 12 newborn patients under this division shall agree to
- accept as full payment the reimbursements allowable
- under the medical assistance program established
- pursuant to chapter 249A, adjusted for intensity of 15
- 16 care.
- 17 10. The department shall establish procedures for payment for providers of services to obstetrical and
- newborn patients under this division from the
- 20 obstetrical and newborn patient care fund. All
- 21 billings from such providers shall be submitted
- directly to the department. However, payment shall
- 23 not be made unless the requirements for application
- 24 and certification for care pursuant to this division
- and rules adopted by the department are met.
- 26 11. Moneys encumbered prior to June 30 of a fiscal
- 27 year for a certified eligible pregnant woman scheduled
- 28 to deliver in the next fiscal year shall not revert
- 29 from the obstetrical and newborn patient care fund to
- the general fund of the state. Moneys allocated to
- 31 the obstetrical and newborn patient care fund shall
- 32 not be transferred nor voluntarily reverted from the
- 33 fund within a given fiscal year.
- Sec. 41. Section 135B.31, Code 2005, is amended to 34
- 35 read as follows:
- 135B.31 EXCEPTIONS.
- Nothing in this This division is not intended or 37
- 38 should and shall not affect in any way that the
- obligation of public hospitals under chapter 347 or
- 40 municipal hospitals, as well as the state hospital at
- 41 Iowa City, to provide medical or obstetrical and
- newborn care for indigent persons under chapter 255 or
- 43 255A, wherein medical care or treatment is provided by
- 44 hospitals of that category to patients of certain
- 45 entitlement, nor to the operation by the state of
- 46 mental or other hospitals authorized by law. Nothing
- herein This division shall not in any way affect or
- 48 limit the practice of dentistry or the practice of
- 49 oral surgery by a dentist.
- Sec. 42. Section 144.13A, subsection 3, Code 2005,

- 1 is amended to read as follows:
  - 3. If the person responsible for the filing of the
- 3 certificate of birth under section 144.13 is not the
- 4 parent, the person is entitled to collect the fee from
- 5 the parent. The fee shall be remitted to the state
- 6 registrar. If the expenses of the birth are
- 7 reimbursed under the medical assistance program
- 8 established by chapter 249A, or paid for under the
- 9 statewide indigent patient care program established by
- 10 chapter 255, or paid for under the obstetrical and
- 11 newborn indigent patient care program established by
- 12 chapter 255A, or if the parent is indigent and unable
- 13 to pay the expenses of the birth and no other means of
- 14 payment is available to the parent, the registration
- 15 fee and certified copy fee are waived. If the person
- 16 responsible for the filing of the certificate is not
- 17 the parent, the person is discharged from the duty to
- 18 collect and remit the fee under this section if the
- 19 person has made a good faith effort to collect the fee
- 20 from the parent.
- 21 Sec. 43. Section 249A.4, subsection 12, Code 2005,
- 22 is amended by striking the subsection.
- 23 UNIVERSITY OF IOWA HOSPITALS AND CLINICS
- 24 Sec. 44. NEW SECTION. 263.18 TREATMENT OF
  - PATIENTS USE OF EARNINGS FOR NEW FACILITIES.
  - 6 1. The university of Iowa hospitals and clinics
- 27 authorities may at their discretion receive patients
- 28 into the hospital for medical, obstetrical, or
- 29 surgical treatment or hospital care. The university
- 30 of Iowa hospitals and clinics ambulances and ambulance
- 31 personnel may be used for the transportation of such
- 32 patients at a reasonable charge if specialized
- 33 equipment is required.
- 2. The university of Iowa hospitals and clinics
- 35 authorities shall collect from the person or persons
- 36 liable for support of such patients reasonable charges
- 37 for hospital care and service and deposit payment of
- 38 the charges with the treasurer of the university for
- 39 the use and benefit of the university of Iowa
- 40 hospitals and clinics.
- 41 3. Earnings of the university of Iowa hospitals
- 42 and clinics shall be administered so as to increase,
- $43 \ \ \, \text{to the greatest extent possible, the services}$
- 44 available for patients, including acquisition,
- 45 construction, reconstruction, completion, equipment,
- 46 improvement, repair, and remodeling of medical
- 47 buildings and facilities, additions to medical
- 48 buildings and facilities, and the payment of principal
- 49 and interest on bonds issued to finance the cost of
- 50 medical buildings and facilities as authorized by the

- 1 provisions of chapter 263A.
- 4. The physicians and surgeons on the staff of the
- 3 university of Iowa hospitals and clinics who care for
- 4 patients provided for in this section may charge for
- 5 the medical services provided under such rules,
- 6 regulations, and plans approved by the state board of
- 7 regents. However, a physician or surgeon who provides
- 8 treatment or care for an expansion population member
- 9 pursuant to chapter 249J shall not charge or receive
- 10 any compensation for the treatment or care except the
- 11 salary or compensation fixed by the state board of
- 12 regents to be paid from the hospital fund.
- 13 Sec. 45. NEW SECTION. 263.19 PURCHASES.
- 14 Any purchase in excess of ten thousand dollars, of
- 15 materials, appliances, instruments, or supplies by the
- 16 university of Iowa hospitals and clinics, when the
- 17 price of the materials, appliances, instruments, or
- 18 supplies to be purchased is subject to competition,
- 19 shall be made pursuant to open competitive quotations,
- 20 and all contracts for such purchases shall be subject
- 21 to chapter 72. However, purchases may be made through
- 22 a hospital group purchasing organization provided that
- 23 the university of Iowa hospitals and clinics is a
- 24 member of the organization and the group purchasing
- 25 organization selects the items to be offered to
- 26 members through a competitive bidding process.
- 27 Sec. 46. NEW SECTION. 263.20 COLLECTING AND
- 28 SETTLING CLAIMS FOR CARE.
- 29 Whenever a patient or person legally liable for the
- 30 patient's care at the university of Iowa hospitals and
- 31 clinics has insurance, an estate, a right of action
- 32 against others, or other assets, the university of
- 33 Iowa hospitals and clinics, through the facilities of
- 34 the office of the attorney general, may file claims,
- 35 institute or defend suit in court, and use other legal
- 36 means available to collect accounts incurred for the
- 37 care of the patient, and may compromise, settle, or
- 38 release such actions under the rules and procedures
- 39 prescribed by the president of the university and the
- 40 office of the attorney general. If a county has paid
- $41 \quad any \ part \ of \ such \ patient's \ care, \ a \ pro \ rata \ amount$
- 42 collected, after deduction for cost of collection,
- 43 shall be remitted to the county and the balance shall
- $44\ \ \, \text{be credited to the hospital fund.}$
- 45 Sec. 47. <u>NEW SECTION</u>. 263.21 TRANSFER OF
- 46 PATIENTS FROM STATE INSTITUTIONS.
- 47 The director of the department of human services,
- 48 in respect to institutions under the director's
- 49 control, the administrator of any of the divisions of
- 50 the department, in respect to the institutions under

- the administrator's control, the director of the
- department of corrections, in respect to the
- institutions under the department's control, and the
- 4 state board of regents, in respect to the Iowa braille
- and sight saving school and the Iowa school for the 5
- deaf, may send any inmate, student, or patient of an
- institution, or any person committed or applying for
- admission to an institution, to the university of Iowa 8
- hospitals and clinics for treatment and care. The
- department of human services, the department of
- corrections, and the state board of regents shall
- respectively pay the traveling expenses of such
- 13 patient, and when necessary the traveling expenses of
- 14 an attendant for the patient, out of funds
- 15 appropriated for the use of the institution from which
- 16 the patient is sent.
- Sec. 48. NEW SECTION. 263.22 MEDICAL CARE FOR
- 18 PAROLEES AND PERSONS ON WORK RELEASE.
- 19 The director of the department of corrections may
- 20 send former inmates of the institutions provided for
- 21 in section 904.102, while on parole or work release,
- 22 to the university of Iowa hospitals and clinics for
- 23 treatment and care. The director may pay the
- 24 traveling expenses of any such patient, and when
- 25 necessary the traveling expenses of an attendant of
- 26 the patient, out of funds appropriated for the use of
- 27 the department of corrections.
- Sec. 49. Section 271.6, Code 2005, is amended to
- 29 read as follows:
- 271.6 INTEGRATED TREATMENT OF UNIVERSITY HOSPITAL
- The authorities of the Oakdale campus may authorize
- 33 patients for admission to the hospital on the Oakdale
- campus who are referred from the university hospitals
- 35 and who shall retain the same status, classification,
- 36 and authorization for care which they had at the
- 37 university hospitals. Patients referred from the
- 38 university hospitals to the Oakdale campus shall be
- deemed to be patients of the university hospitals.
- 40 Chapters 255 and 255A and the The operating policies
- 41 of the university hospitals shall apply to the
- patients and to the payment for their care the same as
- 43 the provisions apply to patients who are treated on
- 44 the premises of the university hospitals.
- Sec. 50. Section 331.381, subsection 9, Code 2005,
- 46 is amended by striking the subsection.
- 47 Sec. 51. Section 331.502, subsection 17, Code
- 48 2005, is amended by striking the subsection.
- Sec. 52. Section 331.552, subsection 13, Code
- 50 2005, is amended to read as follows:

8

- 13. Make transfer payments to the state for school
- expenses for blind and deaf children, and support of
- persons with mental illness, and hospital care for the
- indigent as provided in sections 230.21, 255.26, 4
- 269.2, and 270.7. 5
- Sec. 53. Section 331.653, subsection 26, Code
- 2005, is amended by striking the subsection.
- Sec. 54. Section 331.756, subsection 53, Code
- 2005, is amended by striking the subsection.
- Sec. 55. Section 602.8102, subsection 48, Code
- 2005, is amended by striking the subsection.
- 12 Sec. 56. Chapters 255 and 255A, Code 2005, are
- 13 repealed.
- Sec. 57. OBLIGATIONS TO INDIGENT PATIENTS. The
- 15 provisions of this Act shall not be construed and are
- 16 not intended to change, reduce, or affect the
- obligation of the university of Iowa hospitals and
- 18 clinics existing on April 1, 2005, to provide care or
- 19 treatment at the university of Iowa hospitals and
- 20 clinics to indigent patients and to any inmate,
- 21 student, patient, or former inmate of a state
- institution as specified in sections 263.21 and 263.22
- as enacted in this Act, with the exception of the
- 24 specific obligation to committed indigent patients as
- 25 specified pursuant to section 255.16, Code 2005,
- 26 repealed in this Act.
- Sec. 58. INMATES, STUDENTS, PATIENTS, AND FORMER 27
- INMATES OF STATE INSTITUTIONS REVIEW.
- 1. The director of human services shall convene a
- 30 workgroup comprised of the director, the director of
- 31 the department of corrections, the president of the
- 32 state board of regents, and a representative of the
- 33 university of Iowa hospitals and clinics to review the
- provision of treatment and care to the inmates,
- 35 students, patients, and former inmates specified in
- 36 sections 263.21 and 263.22, as enacted in this Act.
- 37 The review shall determine all of the following: a. The actual cost to the university of Iowa
- 39 hospitals and clinics to provide care and treatment to
- 40 the inmates, students, patients, and former inmates on 41
- an annual basis. The actual cost shall be determined utilizing Medicare cost accounting principles.
- b. The number of inmates, students, patients, and
- former inmates provided treatment at the university of
- Iowa hospitals and clinics, annually.
- 46 c. The specific types of treatment and care
- provided to the inmates, students, patients, and 47
- 48 former inmates.
- d. The existing sources of revenue that may be
- 50 available to pay for the costs of providing care and

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Page 31
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- treatment to the inmates, students, patients, and
- former inmates.
- e. The cost to the department of human services,
- 4 the Iowa department of corrections, and the state
- 5 board of regents to provide transportation and
- staffing relative to provision of care and treatment
- to the inmates, students, patients, and former inmates 8
  - at the university of Iowa hospitals and clinics.
- f. The effect of any proposed alternatives for
- provision of care and treatment for inmates, students,
- patients, or former inmates, including the proposed
- completion of the hospital unit at the Iowa state
- penitentiary at Fort Madison. 13
- 2. The workgroup shall submit a report of its 14
- 15 findings to the governor and the general assembly no
- 16 later than December 31, 2005. The report shall also
- include any recommendations for improvement in the
- provision of care and treatment to inmates, students, 18
- 19 patients, and former inmates, under the control of the
- 20 department of human services, the Iowa department of
- 21 corrections, and the state board of regents. 22

#### DIVISION XII

#### STATE MEDICAL INSTITUTION

#### 24 Sec. 59. NEW SECTION. 218A.1 STATE MEDICAL INSTITUTION.

- 1. All of the following shall be collectively
- 27 designated as a single state medical institution:
  - a. The mental health institute, Mount Pleasant,
- 29 Iowa.

23

- 30 b. The mental health institute, Independence,
- c. The mental health institute, Clarinda, Iowa. 32
- 33 d. The mental health institute, Cherokee, Iowa.
  - e. The Glenwood state resource center.
- f. The Woodward state resource center. 35
- 2. Necessary portions of the institutes and
- 37 resource centers shall remain licensed as separate
- 38 hospitals and as separate intermediate care facilities
- for persons with mental retardation, and the locations
- 40 and operations of the institutes and resource centers
- 41 shall not be subject to consolidation to comply with
- 42 this chapter.
- 43 3. The state medical institution shall qualify for
- payments described in subsection 4 for the fiscal
- period beginning July 1, 2005, and ending June 30,
- 2010, if the state medical institution and the various
- 47 parts of the institution comply with the requirements
- 48 for payment specified in subsection 4, and all of the
- 49 following conditions are met:
- a. The total number of beds in the state medical

- institution licensed as hospital beds is less than
- fifty percent of the total number of all state medical
- institution beds. In determining compliance with this
- 4 requirement, however, any reduction in the total
- number of beds that occurs as the result of reduction 5
- in census due to an increase in utilization of home
- and community-based services shall not be considered.
- 8 b. An individual is appointed by the director of
- human services to serve as the director of the state
- medical institution and an individual is appointed by
- the director of human services to serve as medical
- director of the state medical institution. The 12
- individual appointed to serve as the director of the 13
- 14 state medical institution may also be an employee of
- 15 the department of human services or of a component
- part of the state medical institution. The individual 16
- appointed to serve as medical director of the state
- 18 medical institution may also serve as the medical
- 19 director of one of the component parts of the state
- 20 medical institution.
- 21 c. A workgroup comprised of the director of human services or the director's designee, the director of
- the state medical institution, the directors of all
- 24
- licensed intermediate care facilities for persons with
- 25 mental retardation in the state, and representatives
- 26 of the Iowa state association of counties, the Iowa 27 association of community providers, and other
- interested parties develops and presents a plan, for
- 29 submission to the centers for Medicare and Medicaid
- 30 services of the United States department of health and
- 31 human services, to the general assembly no later than
- 32 July 1, 2007, to reduce the number of individuals in
- intermediate care facilities for persons with mental
- retardation in the state and concurrently to increase
- 35 the number of individuals with mental retardation and
- developmental disabilities in the state who have 36
- 37 access to home and community-based services. The plan
- 38 shall include a proposal to redesign the home and
- community-based services waivers for persons with
- mental retardation and persons with brain injury under
- the medical assistance program. The department shall 41
- not implement the plan without express authorization
- 43 by the general assembly.
  - 4. The department of human services shall submit a
- waiver to the centers for Medicare and Medicaid
- 46 services of the United States department of health and
- human services to provide for all of the following: 47
- a. Coverage under the medical assistance program,
- 49 with appropriate federal matching funding, for 50 inpatient and outpatient hospital services provided to

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eligible individuals by any part of the state medical
    institution that maintains a state license as a
4
    b. Disproportionate share hospital payments for
5
    services provided by any part of the state medical
    institution that maintains a state license as a
   hospital.
    c. Imposition of an assessment on intermediate
8
    care facilities for persons with mental retardation on
   any part of the state medical institution that
   provides intermediate care facility for persons with
12
   mental retardation services.
               DIVISION XIII
13
         APPROPRIATIONS AND EFFECTIVE DATES
14
     Sec. 60. APPROPRIATIONS FROM IOWACARE ACCOUNT.
15
    1. There is appropriated from the Iowacare account
16
   created in section 249J.23 to the university of Iowa
   hospitals and clinics for the fiscal year beginning
18
19 July 1, 2005, and ending June 30, 2006, the following
20 amount, or so much thereof as is necessary, to be used
21 for the purposes designated:
    For salaries, support, maintenance, equipment, and
23
   miscellaneous purposes, for the provision of medical
24 and surgical treatment of indigent patients, for
25 provision of services to recipients under the medical
26 assistance program expansion population pursuant to
27 chapter 249J, as enacted in this Act, and for medical
   education:
29
    $ 27,284,584
30
   2. There is appropriated from the Iowacare account
31 created in section 249J.23 to a publicly owned acute
32 care teaching hospital located in a county with a
   population over three hundred fifty thousand for the
   fiscal year beginning July 1, 2005, and ending June
35 30, 2006, the following amount, or so much thereof as
   is necessary, to be used for the purposes designated:
37
    For the provision of medical and surgical treatment
38 of indigent patients, for provision of services to
   recipients under the medical assistance program
40 expansion population pursuant to chapter 249J, as
41 enacted in this Act, and for medical education:
    .....$ 40,000,000
43
    Of the amount appropriated in this subsection,
44 $36,000,000 shall be allocated in twelve equal monthly
   payments as provided in section 249J.23, as enacted in
46 this Act. Any amount appropriated in this subsection
47
   in excess of $36,000,000 shall be allocated only if
48 federal funds are available to match the amount
49 allocated.
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3. There is appropriated from the Iowacare account

Pag	ge 34
1	created in section 249J.23 to the state hospitals for
2	persons with mental illness designated pursuant to
3	section 226.1 for the fiscal year beginning July 1,
4	2005, and ending June 30, 2006, the following amounts,
5	or so much thereof as is necessary, to be used for the
6	purposes designated:
7	a. For services at the state mental health
8	institute at Cherokee, including services to
9	recipients under the medical assistance program
10	expansion population pursuant to chapter 249J, as
11	enacted in this Act:
12	\$ 9,098,425
13	b. For services at the state mental health
14	institute at Clarinda, including services to
15	recipients under the medical assistance program
	1 0
16	expansion population pursuant to chapter 249J, as enacted in this Act:
17	enacted in this Act: \$ 1,977,305
18	
19	c. For services at the state mental health
20	institute at Independence, including services to
21	recipients under the medical assistance program
22	expansion population pursuant to chapter 249J, as
23	enacted in this Act:
24	\$ 9,045,894
25	d. For services at the state mental health
26	institute at Mount Pleasant, including services to
27	recipients under the medical assistance program
28	expansion population designation pursuant to chapter
29	249J, as enacted in this Act:
30	\$ 5,752,587
31	Sec. 61. APPROPRIATIONS FROM ACCOUNT FOR HEALTH
32	CARE TRANSFORMATION. There is appropriated from the
33	account for health care transformation created in section
34	249J.22, as enacted in this Act, to the department of
35	human services, for the fiscal year beginning July 1,
36	2005, and ending June 30, 2006, the following amounts,
37	or so much thereof as is necessary, to be used for the
38	purposes designated:
39	1. For the costs of medical examinations and
40	development of personal health improvement plans for
41	the expansion population pursuant to section 249J.6,
42	as enacted in this Act:
43	\$ 136,500
44	2. For the provision of a medical information
45	hotline for the expansion population as provided in
46	section 249J.6, as enacted in this Act:
47	\$ 150,000
48	3. For the insurance cost subsidy program pursuant
49	to section 249J.8, as enacted in this Act:
50	\$ 150,000
- 0	100,000

#### Page 35 4. For the health care account program option pursuant to section 249J.8, as enacted in this Act: ·...... \$ 50,000 4 5. For the use of electronic medical records by 5 medical assistance program and expansion population provider network providers pursuant to section 249J.14, as enacted in this Act: 8 \$ 100.000 6. For other health partnership activities 10 pursuant to section 249J.14, as enacted in this Act: \$ 550,000 11 7. For the costs related to audits, performance 12 13 evaluations, and studies required by this Act: .....\$ 100,000 15 8. For administrative costs associated with this 16 Act: 17 .....\$ 910,000 Sec. 62. TRANSFER FROM ACCOUNT FOR HEALTH CARE 18 19 TRANSFORMATION. There is transferred from the account 20 for health care transformation created pursuant to 21 section 249J.22, as enacted in this Act, to the 22 Iowacare account created in section 249J.23, as enacted in this Act, a total of \$2,000,000 for the 24 fiscal year beginning July 1, 2005, and ending June 25 30, 2006. Sec. 63. EFFECTIVE DATES – CONTINGENT REDUCTION 26 27 - RULES - RETROACTIVE APPLICABILITY. 1. The provisions of this Act requiring the 29 department of human services to request waivers from 30 the centers for Medicare and Medicaid services of the United States department of health and human services 32 and to amend the medical assistance state plan, being 33 deemed of immediate importance, take effect upon 34 enactment. 35 2. The remaining provisions of this Act, with the 36 exception of the provisions described in subsection 1, shall not take effect unless the department of human 38 services receives approval of all waivers and medical 39 assistance state plan amendments required under this 40 Act. If all approvals are received, the remaining 41 provisions of this Act shall take effect July 1, 2005, 42 or on the date specified in the waiver or medical 43 assistance state plan amendment for a particular provision. The department of human services shall notify the Code editor of the date of receipt of the 46 approvals. 47 3. If this Act is enacted and if the Eighty-first 48 General Assembly enacts legislation appropriating 49 moneys from the general fund of the state to the

50 department of human services for the fiscal year

Pag	ge 36		
1	beginning July 1, 2005, and ending June 30, 2006, for		
2	the state hospitals for persons with mental illness		
3	designated pursuant to section 226.1, for salaries,		
4	support, maintenance, and miscellaneous purposes and		
5	for full-time equivalent positions, and if this Act is		
6	enacted, the appropriations shall be reduced in the		
7	following amounts and the amounts shall be transferred		
8	to the medical assistance fund of the department of		
9	human services to diminish the effect of		
10	intergovernmental transfer reductions:		
11	a. For the state mental health institute at		
12	Cherokee:		
13	\$ 9,098,425		
14	b. For the state mental health institute at		
15	Clarinda:		
16	\$ 1,977,305		
17	c. For the state mental health institute at		
18	Independence:		
19	\$ 9,045,894		
20	d. For the state mental health institute at Mount		
21	Pleasant:		
22	\$ 5,752,587		
23	4. If this Act is enacted and if the Eighty-first		
24	General Assembly enacts legislation appropriating moneys from the general fund of the state to the state		
25 26	university of Iowa for the fiscal year beginning July		
27	1, 2005, and ending June 30, 2006, for the university		
28	hospitals for salaries, support, maintenance,		
29	equipment, and miscellaneous purposes and for medical		
30	and surgical treatment of indigent patients as		
31	provided in chapter 255, for medical education, and		
32	for full-time equivalent positions, and if this Act is		
33	enacted, the appropriation is reduced by \$27,284,584		
34	and the amount shall be transferred to the medical		
35	assistance fund of the department of human services to		
36	diminish the effect of intergovernmental transfer		
37	reductions.		
38	5. If this Act is enacted, and if the Eighty-first		
39	General Assembly enacts 2005 Iowa Acts, House File		
40	816, and 2005 Iowa Acts, House File 816 includes a		
41	provision relating to medical assistance supplemental		
42	amounts for disproportionate share hospital and		
43	indirect medical education, the provision in House		
44	File 816 shall not take effect.		
45	6. If this Act is enacted, and if the Eighty-		
46	first General Assembly enacts 2005 Iowa Acts, House		
47	File 825, and 2005 Iowa Acts, <u>House File 825</u> , includes		
48	a provision appropriating moneys from the hospital		
49	trust fund created in section 249I.4 to the department		
<b>50</b>	of human services for the fiscal year beginning July		

- 1, 2005, and ending June 30, 2006, to be used to
- supplement the appropriations made for the medical
- assistance program for that fiscal year, the
- appropriation is reduced by \$22,900,000.
- 7. The department of human services may adopt
- 6 emergency rules pursuant to chapter 17A to implement
  - and administer the provisions of this Act. 8. The department of human services may procure
- sole source contracts to implement any provision of
- 10 this Act.
- 9. The provisions of this Act amending 2003 Iowa
- 12 Acts, chapter 112, section 11, and repealing section
- 13 249A.20B, are retroactively applicable to May 2, 2003.
- 10. The section of this Act amending 2004 Iowa
- 15 Acts, chapter 1175, section 86, is retroactively
- 16 applicable to May 17, 2004."

Carroll of Poweshiek offered the following amendment H-1433, to amendment H-1417, filed by him from the floor and moved its adoption:

- Amend the amendment, H-1417, to House File 841 as
- 3 1. Page 4, by striking lines 25 through 33, and
- inserting the following: 4
- "2. a. Beginning no later than March 1, 2006, within ninety days of enrollment in the expansion
- population, each expansion population member shall
- participate, in conjunction with receiving a single
- comprehensive medical examination and completing a
- personal health improvement plan, in a health risk
- assessment coordinated by a health consortium
- 12 representing providers, consumers, and medical
- 13 education institutions. An expansion population
- 14 member who enrolls in the expansion population prior
- 15 to March 1, 2006, shall participate in the health risk
- 16 assessment, receive the single comprehensive medical
- 17 examination, and complete the personal health
- 18 improvement plan by June 1, 2006.
- b. The health risk assessment shall be a web-based
- 20 electronic system capable of capturing and integrating
- basic data to provide an individualized personal 21
- health improvement plan for each expansion population
- 23 member. The health risk assessment shall provide a
- preliminary diagnosis of current and prospective
- 25 health conditions and recommendations for improving
- 26 health conditions with an individualized wellness
- program. The health risk assessment shall be made

- 28 available to the expansion population member and the
- 29 provider specified in paragraph "c" who performs the
- 30 comprehensive medical examination and provides the
- 31 individualized personal health improvement plan.
- 32 c. The single comprehensive medical examination 33 and personal health improvement plan may".
- oo ama personan nearen improvement pian maj

Amendment H-1433 was adopted.

Upmeyer of Hancock offered the following amendment  $\underline{H-1427}$ , to amendment  $\underline{H-1417}$ , filed by Upmeyer, et al., and moved its adoption:

- 1 Amend the amendment, <u>H-1417</u>, to <u>House File 841</u> as
- 2 follows:
  - 1. Page 10, by inserting after line 11, the
- 4 following:
- 5 "Sec.\_\_. CASE MANAGEMENT FOR THE FRAIL ELDERLY.
- 6 1. The department of human services shall submit a
- 7 medical assistance state plan amendment to the centers
- 8 for Medicare and Medicaid services of the United
- 9 States department of health and human services to
- 10 provide for inclusion of case management for the frail
- 11 elderly as a medical assistance covered service. The
- 12 department of human services shall develop the medical
- 13 assistance state plan amendment in consultation with
- 14 the department of elder affairs.
- 15 2. If the medical assistance state plan amendment
- 16 is approved, the department of elder affairs shall use
- 17 existing funding for case management as nonfederal
- 18 matching funds. The department of elder affairs, in
- 19 consultation with the department of human services,
- 20 shall determine the amount of current funding that
- 21 would be eligible for use as nonfederal matching funds
- 22 so that sufficient funding is retained to provide case
- 23 management services for frail elders who are not
- 24 eligible for the medical assistance program.
- 25 The department shall establish a reimbursement rate
- 26 for case management for the frail elderly such that
- 27 the amount of state funding necessary to pay for such
- 28 case management does not exceed the amount
- $29 \quad appropriated \ to \ the \ department \ of \ elder \ affairs \ for$
- 30 case management for the frail elderly in the fiscal
- 31 year beginning July 1, 2005. All state and federal
- 32 funds appropriated or received for case management for
- 33 the frail elderly shall be used for services to
- 34 clients eligible for medical assistance. Any state
- 35 savings realized from case management for the frail
- 36 elderly shall be used to expand services to the frail
- 37 elderly.

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    38 3. The department of human services in
    39 consultation with the department of elder affairs
    40 shall determine whether case management for the frail
    41 elderly should continue to be provided through a sole
    42 source contract or if a request for proposals process
    43 should be initiated to provide the services. The
    44 departments shall submit their recommendation to the
    45 general assembly by January 1, 2006."
    46 2. By renumbering as necessary.
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Amendment H-1427 was adopted.

Carroll of Poweshiek offered the following amendment  $\underline{H-1449}$ , to amendment  $\underline{H-1417}$ , filed by him, Foege of Linn, Heaton of Henry, Smith of Marshall and Upmeyer of Hancock from the floor and moved its adoption:

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Amend the amendment, H-1417, to House File 841 as
2
     1. Page 11, by inserting after line 31, the
4
    following:
     "Sec._
             . NEW SECTION. 249J.14A TASK FORCE ON
5
    INDIGENT CARE.
7
     1. The department shall convene a task force on
8
    indigent care to identify any growth in uncompensated
    care due to the implementation of this chapter and to
10
   identify any local funds that are being used to pay
11 for uncompensated care that could be maximized through
12 a match with federal funds.
    2. Any public, governmental or nongovernmental,
13
14 private, for-profit, or not-for-profit health services
    provider or payor, whether or not enrolled in the
16 medical assistance program, and any organization of
17 such providers or payors, may become a member of the
18 task force. Membership on the task force shall
19 require that an entity agree to provide accurate,
20 written information and data relating to each of the
21 following items for the fiscal year of the entity
22 ending on or before June 30, 2005, and for each fiscal
23 year thereafter during which the entity is a member:
24
    a. The definition of indigent care used by the
25 member for purposes of reporting the data described in
26 this subsection.
    b. The actual cost of indigent care as determined
27
28 under Medicare principles of accounting or any
29 accounting standard used by the member to report the
30 member's financial status to its governing body,
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- 31 owner, members, creditors, or the public.
- 32 c. The usual and customary charge that would
- 33 otherwise be applied by the member to the indigent
- 34 care provided.
- 35 d. The number of individuals and the age, sex, and
- 36 county of residence of the individuals receiving
- 37 indigent care reported by the member and a description
- 38 of the care provided.
- 39 e. To the extent practical, the health status of
- 40 the individuals receiving the indigent care reported
- 41 by the member.
- 42 f. The funding source of payment for the indigent
- 43 care including revenue from property tax or other tax
- 44 revenue, local funding, and other sources.
- 45 g. The extent to which any part of the cost of
- 46 indigent care reported by the member was paid for by
- 47 the individual on a sliding fee scale or other basis,
- 48 by an insurer, or by another third-party payor.
- 49 h. The means by which the member covered any of
- 50 the costs of indigent care not covered by those

- 1 sources described in paragraph "g".
- 2 3. The department shall convene the task force for
- 3 a minimum of eight meetings during the fiscal year
- 4 beginning July 1, 2005, and during each fiscal year
- 5 thereafter. For the fiscal year beginning July 1,
- 6 2005, the department shall convene at least six of the
- 7 required meetings prior to March 1, 2006. The
- 8 meetings shall be held in geographically balanced
- 9 venues throughout the state that are representative of
- 10 distinct rural, urban, and suburban areas.
- 11 4. The department shall provide the medical
- 12 assistance projections and assessment council created
- 13 pursuant to section 249J.19 with all of the following,
- 14 at intervals established by the council:
- 15 a. A list of the members of the task force.
- 16 b. A copy of each member's written submissions of
- 17 data and information to the task force.
- 18 c. A copy of the data submitted by each member.
- 19 d. Any observations or recommendations of the task
- 20 force regarding the data.
- $21\,$   $\,$  e. Any observations and recommendations of the
- 22 department regarding the data.
- 23 5. The task force shall transmit an initial,
- 24 preliminary report of its efforts and findings to the
- 25 governor and the general assembly by March 1, 2006.
- 26 The task force shall submit an annual report to the
- $\,\,$  27  $\,$  governor and the general assembly by December 31 of
- 28 each year.
- 29 6. The department shall, to the extent practical,

```
30 assist task force members in assembling and reporting
31 the data required of members, by programming the
32 department's systems to accept, but not pay, claims
33 reported on standard medical assistance claims forms
34 for the indigent care provided by the members.
35 7. All meetings of the task force shall comply
36 with chapter 21.
    8. Information and data provided by a member to
37
38 the task force shall be protected to the extent
39 required under the federal Health Insurance
40 Portability and Accountability Act of 1996.
    9. Costs associated with the work of the task
42 force and with the required activities of members
43 shall not be eligible for federal matching funds."
     2. By renumbering as necessary.
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Amendment H-1449 was adopted.

Foege of Linn offered the following amendment  $\underline{H-1426}$ , to amendment  $\underline{H-1417}$ , filed by him and moved its adoption:

#### H-1426

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    Amend the amendment, <u>H-1417</u> to <u>House File 841</u> as
    follows:
    1. Page 28, by striking lines 24 through 26, and
    inserting the following: "member of the
    organization."
```

Amendment <u>H-1426</u> was adopted.

Kuhn of Floyd asked and received unanimous consent that amendment H-1443 to amendment H-1417 be deferred.

Smith of Marshall offered amendment  $\underline{H-1448}$ , to amendment  $\underline{H-1417}$ , filed by him from the floor as follows:

```
Amend the amendment, H-1417, to House File 841 as follows:

1. Page 35, by inserting after line 25, the following:

"Sec.___. GENERAL FUND APPROPRIATION. There is appropriated from the general fund of the state to the department of human services two million dollars for each fiscal year of the fiscal period beginning July 1, 2005, and ending June 30, 2008, to be used for the increased costs associated with rebasing of inpatient
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- 11 and outpatient hospital services rates for the rebase
- 12 period effective in the fiscal period beginning July
- 13 1, 2005, and ending June 30, 2008, as provided in this
- 14 section.
- 15 Any rebasing of hospital inpatient and outpatient
- 16 services rates under this section shall not increase
- 17 the total payments for hospital inpatient and
- 18 outpatient services rates in excess of the amount
- 19 appropriated under this section."
- 20 2. By renumbering as necessary.

The House stood at ease at 5:19 p.m., until the fall of the gavel.

The House resumed session at 6:03 p.m., Speaker Rants in the chair.

### **QUORUM CALL**

A non-record roll call was requested to determine that a quorum was present. The vote revealed ninety-one members present, nine absent.

The House resumed consideration of <u>House File 841</u> and amendment  $\underline{H-1448}$  to amendment  $\underline{H-1417}$ .

Smith of Marshall moved the adoption of amendment  $\underline{H-1448}$ .

Amendment <u>H-1448</u> lost.

Carroll of Poweshiek offered the following amendment  $\underline{H-1454}$  to amendment  $\underline{H-1417}$ , filed by him from the floor and requested division as follows:

## H-1454

- 1 Amend the amendment, <u>H-1417</u>, to <u>House File 841</u> as
- 2 follows:

#### H-1454A

- 3 1. Page 2, by striking lines 40 through 42, and
- 4 inserting the following: "April 1, 2005."
- 5 2. Page 5, by inserting after line 47, the
- 6 following:
- 7 "\_\_\_. Notwithstanding the provision of section

- 8 347.16, subsection 2, requiring the provision of free
- 9 care and treatment to the persons described in that
- 10 subsection, the publicly owned acute care teaching
- 11 hospital described in subsection 1 may require any
- 12 sick or injured person seeking care or treatment at
- 13 that hospital to be subject to financial
- 14 participation, including but not limited to copayments
- 15 or premiums, and may deny nonemergent care or
- 16 treatment to any person who refuses to be subject to
- 17 such financial participation."
- 18 3. Page 6, by striking lines 44 through 48, and
- 19 inserting the following: "agree to exchange one
- 20 year's receipt of benefits under the expansion
- 21 population, to which the individual would otherwise be
- 22 entitled, for a credit to obtain any medical
- 23 assistance program covered service up to a specified
- 24 amount. The balance in the health care".
- 25 4. Page 8, line 29, by inserting after the word
- 26 "set" the following: ", section G, entitled "physical
- 27 functioning and structural problems"".

#### <u>H-1454</u>B

28 5. Page 8, by striking lines 34 through 36.

#### H-1454A

- 29 6. Page 8, by striking lines 44 through 48, and
- 30 inserting the following:
- 31 "a. Based on the minimum data set, the individual
- 32 requires supervision, or limited assistance, provided
- 33 on a daily basis by the physical assistance of at
- 34 least one person, for dressing and personal hygiene
- 35 activities of daily living as defined by the minimum
- 36 data set, section G, entitled "physical functioning
- 37 and structural problems"."
- 38 7. Page 9, by inserting after line 21, the
- 39 following:
- 40 "4. The department shall develop a process to
- 41 allow individuals identified under subsection 3 to be
- 42 served under the home and community-based services
- 43 waiver at such time as appropriate home and community-
- 44 based services become available in the individual's
- 45 community.'
- 46 8. Page 9, line 27, by inserting after the word
- 7 "providers," the following: "the governor's
- 48 developmental disabilities council,".
- 49 9. Page 9, line 39, by inserting after the word
- 50 "providers," the following: "the governor's

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developmental disabilities council,".
      10. Page 12, line 31, by striking the figure
    "294A.4" and inserting the following: "249A.4".
3
     11. Page 17, line 8, by striking the word "may"
4
    and inserting the following: "shall".
     12. Page 17, line 30, by inserting after the
6
    figure "2005," the following: "and annually by July
    1, thereafter,".
     13. Page 17, line 44, by inserting after the
10 figure "2005," the following: "and annually by July
11 1, thereafter,".
12
     14. Page 22, by inserting after line 34, the
13 following:
     "Sec._
            . TRANSITION FROM INSTITUTIONAL SETTINGS
14
15 TO HOME AND COMMUNITY-BASED SERVICES. The department,
16 in consultation with provider and consumer
17 organizations, shall explore additional opportunities
18 under the medical assistance program to assist
19 individuals in transitioning from institutional
20 settings to home and community-based services. The
21 department shall report any opportunities identified
22 to the governor and the general assembly by December
23 31, 2005."
     15. Page 24, by striking lines 4 through 20, and
25 inserting the following:
     "1. A copayment of $1 for each covered
27 nonpreferred generic prescription drug.
    2. A copayment of $1 for each covered preferred
29 brand-name or generic prescription drug.
    3. A copayment of $1 for each covered nonpreferred
31 brand-name prescription drug for which the cost to the
32 state is up to and including $25.
33
    4. A copayment of $2 for each covered nonpreferred
34 brand-name prescription drug for which the cost to the
35 state is more than $25 and up to and including $50.
    5. A copayment of $3 for each covered nonpreferred
37 brand-name prescription drug for which the cost to the
38 state is more than $50."
     16. Page 33, by striking line 43, and inserting
39
40 the following:
     "Notwithstanding any provision of this Act to the
42 contrary, of the amount appropriated in this
43 subsection.".
44
     17. Page 34, by striking lines 7 and 8, and
45 inserting the following:
    "a. For the state mental health institute at
47 Cherokee, for salaries, support, maintenance, full-
48 time equivalent positions, and miscellaneous purposes
49 including services to".
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18. Page 34, by striking lines 13 and 14, and

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inserting the following:
     "b. For the state mental health institute at
3
    Clarinda, for salaries, support, maintenance, full-
    time equivalent positions, and miscellaneous purposes
5
    including services to".
      19. Page 34, by striking lines 19 and 20, and
6
    inserting the following:
8
     "c. For the state mental health institute at
    Independence, for salaries, support, maintenance,
    full-time equivalent positions, and miscellaneous
    purposes including services to".
      20. Page 34, by striking lines 25 and 26, and
13 inserting the following:
     "d. For the state mental health institute at Mount
15
    Pleasant, for salaries, support, maintenance, full-
    time equivalent positions, and miscellaneous purposes
17
    including services to".
      21. Page 35, line 32, by inserting after the word
19 "plan," the following: "and the provisions relating
\dot{20} to execution of chapter 28E agreements in section
    249J.23, as enacted in this Act,".
      22. Page 36, lines 5 and 6, by striking the words
    "and if this Act is enacted,".
     23. Page 36, lines 32 and 33, by striking the
   words "and if this Act is enacted,".
      24. By renumbering as necessary.
```

On motion by Carroll of Poweshiek, amendment  $\underline{H-1454}A$  was adopted.

Ford of Polk asked and received unanimous consent to withdraw amendment  $\underline{H-1452}$  to amendment  $\underline{H-1417}$  filed by him from the floor.

Murphy of Dubuque offered the following amendment  $\underline{H-1455}$  filed by him from the floor and moved its adoption:

#### H-1455

Amend the amendment, H-1417, to House File 841 as follows:
1. Page 3, by inserting after line 48, the following:
"\_\_. If the department provides intake services at the location of a provider included in the expansion population provider network, the department shall consider subcontracting with local nonprofit agencies to promote greater understanding between

10 providers, under the medical assistance program and 11 included in the expansion population provider network, 12 and their recipients and members." 2. Page 4, line 33, by inserting after the figure 14 "2006." the following: "The criteria for the comprehensive medical examination and the personal 16 health improvement plan shall be developed and applied 17 in a manner that takes into consideration cultural 18 variations that may exist within the expansion 19 population." 3. Page 4, line 41, by striking the words 20 21 "services or" and inserting the following: 22 23 4. Page 4, line 43, by inserting after the word "physician" the following: ", or through any other nonprofit agency qualified or deemed to be qualified 26 by the department to perform these services". 5. Page 11, line 31, by inserting after the word 28 "section." the following: "To the greatest extent 29 feasible, and if applicable to a data set, the date 30 reported shall include demographic information concerning the population served including but not 31 32 limited to factors, such as race and economic status, 33 as specified by the department." 6. Page 37, line 10, by inserting after the word 34 "Act." the following: "In addition to sole source contracting, the department may contract with local 37 nonprofit agencies to provide services enumerated in 38 this Act. The department shall utilize nonprofit 39 agencies to the greatest extent possible in the 40 delivery of the programs and services enumerated in 41 this Act to promote greater understanding between 42 providers, under the medical assistance program and 43 included in the expansion population provider network, 44 and their recipients and members." 7. By renumbering, relettering, or redesignating 45 46 and correcting internal references as necessary.

#### **RULE 76 INVOKED**

Under the provision of Rule 76, conflict of interest, Ford of Polk refrained from voting.

Amendment H-1455 was adopted.

Carroll of Poweshiek asked and received unanimous consent to withdraw amendment H-1454B to amendment H-1417.

Kuhn of Floyd offered the following amendment  $\underline{H-1443}$ , to amendment  $\underline{H-1417}$ , previously deferred, filed by him from the floor and moved its adoption:

### H-1443

Amend the amendment, H-1417, to House File 841 as 1 2 follows: 1. Page 35, by inserting after line 25, the following: . REIMBURSEMENT RATES FOR HOSPITAL "Sec. SERVICES - FISCAL YEAR 2006-2007. For the fiscal year beginning July 1, 2006, reimbursement rates for inpatient and outpatient hospital services shall be increased by three percent over the rates in effect on 10 June 30, 2006. The department shall continue the 11 outpatient hospital reimbursement system based upon 12 ambulatory patient groups implemented pursuant to 1994 13 Iowa Acts, chapter 1186, section 25, subsection 1, 14 paragraph "f". In addition, the department of human 15 services shall continue the revised medical assistance 16 payment policy implemented pursuant to that paragraph 17 to provide reimbursement for costs of screening and 18 treatment provided in the hospital emergency room if 19 made pursuant to the prospective payment methodology 20 developed by the department of human services for the 21 payment of outpatient services provided under the 22 medical assistance program."

Amendment H-1443 lost.

On motion by Carroll of Poweshiek, amendment  $\underline{H-1417}$ , as amended, was adopted.

Carroll of Poweshiek moved that the bill be read a last time now and placed upon its passage which motion prevailed and the bill was read a last time.

On the question "Shall the bill pass?" (H.F. 841)

The ayes were, 100:

Alons	Anderson	Arnold	Baudler
Bell	Berry	Boal	Bukta
Carroll	Chambers	Cohoon	Dandekar
Davitt	De Boef	Dix	Dolecheck
Drake	Eichhorn	Elgin	Fallon
Foege	Ford	Freeman	Frevert

Gaskill Gipp Granzow Greiner Heaton Heddens Hoffman Hogg Horbach Hunter Huseman Huser Hutter Jacobs Jacoby Jenkins Jochum Jones Kaufmann Kressig Kuhn Kurtenbach Lalk Lensing Lykam Maddox Mascher Lukan McCarthy May Mertz Miller Oldson Olson, D. Olson, R. Murphy Olson, S. Paulsen Petersen Pettengill Rayhons Quirk Raecker Rasmussen Reasoner Reichert **Roberts** Sands Schickel Schueller Shomshor Shoultz Smith Soderberg Struyk Swaim Taylor, D. Taylor, T. **Thomas** Tjepkes Tomenga Tymeson Upmeyer Van Engelenhoven Van Fossen, J.K. Van Fossen, J.R. Watts Wendt Wessel-Kroeschell Whitaker Whitead Wilderdyke Winckler Wise Zirkelbach Mr. Speaker Rants

The nays were, none.

Absent or not voting, none.

The bill having received a constitutional majority was declared to have passed the House and the title was agreed to.

#### IMMEDIATE MESSAGE

Gipp of Winneshiek asked and received unanimous consent that **House File 841** be immediately messaged to the Senate.

#### MESSAGES FROM THE SENATE

The following messages were received from the Senate:

Mr. Speaker: I am directed to inform your honorable body that the Senate has on April 20, 2005, passed the following bill in which the concurrence of the Senate was asked:

<u>House File 814</u>, a bill for an act relating to electronic notices of bidding opportunities for state purchases.

Also: That the Senate has on April 20, 2005, passed the following bill in which the concurrence of the House is asked:

<u>Senate File 409</u>, a bill for an act relating to financial transactions including the sale of specific items used in livestock and plant production, providing for an exemption and

refund of sales and use taxes, providing for a maximum finance charge on consumer loans secured by a certificate of title to a motor vehicle, making penalties applicable, and including an effective and retroactive applicability date provision.

MICHAEL E. MARSHALL, Secretary

#### LEAVE OF ABSENCE

Leave of absence was granted as follows:

Hoffman of Crawford on request of Speaker Rants.

The House resumed consideration of <u>House File 833</u>, a bill for an act making changes relating to the practice of pharmacy, establishing and appropriating fees, and providing penalties, previously deferred and found on pages 1335 through 1338 of the House Journal.

Tomenga of Polk offered the following amendment  $\underline{H-1435}$  filed by him from the floor and moved its adoption:

#### H-1435

Amend House File 833 as follows: 2 1. Page 2, by inserting after line 35 the 3 following: "Sec.\_\_\_. Section 155A.17, subsection 3, Code 5 2005, is amended to read as follows: 3. The board shall adopt rules pursuant to chapter 6 17A on matters pertaining to the issuance of a 8 wholesale drug license. The rules shall provide for conditions of licensure, compliance standards, 10 licensure fees, disciplinary action, and other 11 relevant matters. Additionally, the rules shall establish provisions or exceptions for pharmacies, 13 chain pharmacy distribution centers, and other types 14 of wholesalers relating to pedigree requirements, drug 15 or device returns, and other related matters, so as 16 not to prevent or interfere with usual, customary, and 17 necessary business activities. 2. By renumbering as necessary.

Amendment H-1435 was adopted.

Upmeyer of Hancock offered the following amendment  $\underline{H-1432}$  filed by her and Smith of Marshall from the floor and moved its adoption:

- Amend House File 833 as follows: 1
- 1. Page 1, by inserting before line 1 the
- following:
- "Section 1. Section 22.7, Code 2005, is amended by
- adding the following new subsection:
- **NEW SUBSECTION.** 51. The information contained in
- 7 the electronic drug database established in section
- 124.510A, except to the extent that disclosure is
- authorized pursuant to section 124.510C.
- 10 Sec. 2. NEW SECTION. 124.510A ELECTRONIC DRUG
- 11 DATABASE ESTABLISHED.
- The board shall establish and maintain an 12
- 13 electronic drug database. The board shall use the
- electronic drug database to monitor the misuse, abuse,
- 15 and diversion of selected controlled substances and
- 16 other drugs the board includes in the database
- 17 pursuant to section 124.510E, subsection 1, paragraph
- 18 "i". The board shall electronically collect and
- 19 disseminate information pursuant to sections 124.510C
- 20 and 124.510D and rules adopted pursuant to this
- 21 division. The board may contract with a third-
- 22 party/private vendor to administer the electronic drug
- 23 database.
- 24 Sec. 3. <u>NEW SECTION</u>. 124.510B DATA REPORTING.
- 1. Each licensed pharmacy that dispenses selected
- 26 drugs identified by the board by rule to patients in
- 27 the state, and each licensed pharmacy located in the
- 28 state that dispenses such selected drugs to patients
- 29 inside or outside the state, unless specifically
- 30 excepted in this section or by rule, shall submit the
- 31 following prescription information to the board or its
- designee: 32
  - a. Pharmacy identification.
- 34 b. Patient identification.
- 35 c. Prescriber identification.
- d. The date the prescription was issued by the
- 37 prescriber.
- e. The date the prescription was dispensed.
- f. An indication of whether the prescription
- dispensed is new or a refill.
- g. Identification of the drug dispensed.
- h. Quantity of the drug dispensed.
- i. The number of days' supply of the drug 43
- dispensed.
- j. Serial or prescription number assigned by the
- 46 pharmacy.
  - k. Source of payment for the prescription.
- 2. Information shall be submitted electronically
- 49 in the format specified by the board unless the board
- 50 has granted a waiver and approved an alternate format.

- 1 3. Information shall be timely transmitted as
- designated by the board by rule, unless the board
- 3 grants an extension. The board may grant an extension
- 4 if either of the following occurs:
- 5 a. The pharmacy suffers a mechanical or electronic
- 6 failure, or cannot meet the deadline established by
- $7 \quad \ \ the \ board \ for \ other \ reasons \ beyond \ the \ pharmacy's$
- 8 control.
- b. The board or its designee is unable to receive
- 10 electronic submissions.
- 11 4. This section shall not apply to a prescriber
- 12 furnishing, dispensing, supplying, or administering
- 13 drugs to the prescriber's patient, or to dispensing by
- 14 a licensed pharmacy for the purposes of inpatient
- 15 hospital care, inpatient hospice care, or long-term
- 16 residential facility patient care.
- 17 Sec. 4. <u>NEW SECTION</u>. 124.510C DATA ACCESS.
- 18 1. The board or its designee may provide
- 19 information from the electronic drug database to all
- 20 of the following:
- 21 a. A person who is a designated representative of
- 22 a governmental entity responsible for the licensure,
- 23 regulation, or discipline of licensed health care
- 24 professionals authorized to prescribe or dispense
- 25 drugs, who is involved in an investigation of a person
- 26 licensed, regulated, or subject to discipline by the
- 27 entity, and who is seeking access to information in
- 28 the database that is relevant to the subject matter of
- 29 the investigation and pursuant to a written probable
- 30 cause determination.
- 31 b. A federal, state, county, township, or
- 32 municipal officer of this or any other state, or the
- 33 United States, whose duty it is to enforce the laws
- 34 relating to prescription drugs and who is actively
- 35 engaged in a specific investigation of a specific
- 36 person and is seeking access to information in the
- 37 database pursuant to a written probable cause
- 38 determination or warrant.
- 39 c. A properly convened grand jury pursuant to a 40 subpoena properly issued.
- 41 d. A pharmacist or prescriber who requests the
- 42 information and certifies in a form specified by the
- 43 board that it is for the purpose of providing medical
- 44 or pharmaceutical care to a patient of the pharmacist
- 45 or prescriber.
- 46 e. An individual who requests the individual's own
- 47 database information in accordance with the procedure
- 48 established in rules of the board adopted under
- 49 section 124.510E.
- 50 2. The board or its designee shall maintain a

- 1 record of each person that requests information from
- 2 the database. Pursuant to rules adopted by the board
- 3 under section 124.510E, the board may use the records
- 4 to document and report statistics and law enforcement
- 5 outcomes and to identify inappropriate access or other
- 6 prohibited acts. The board or its designee may
- 7 provide records of a person's requests for database
- 8 information to the following persons:
- a. Pursuant to a written probable cause
- 10 determination, a designated representative of a
- 11 governmental entity that is responsible for the
- 12 licensure, regulation, or discipline of licensed
- 13 health care professionals authorized to prescribe or
- 14 dispense drugs who is involved in a specific
- 15 investigation of the individual who submitted the
- 16 request.
- 17 b. Pursuant to a written probable cause
- 18 determination or warrant, a federal, state, county,
- 19 township, or municipal officer of this or any other
- 20 state or the United States, whose duty is to enforce
- 21 the laws relating to prescription drugs, and who is
- 22 actively engaged in a specific investigation of the
- 23 specific person who submitted the request.
- 24 3. Information contained in the database and any
- 25 information obtained from it is strictly confidential
- 26 medical information, is not a public record pursuant
- 27 to chapter 22, and is not subject to discovery,
- 28 subpoena, or other means of legal compulsion for
- 29 release except as provided in this division.
- 30 Information contained in the records of requests for
- 31 information from the database is privileged and
- 32 confidential, is not a public record, and is not
- 33 subject to discovery, subpoena, or other means of
- 34 legal compulsion for release except as provided in
- 35 this division. Information from the database shall
- 36 not be released, shared with an agency or institution,
- 37 or made public except as provided in this division.
- 38 4. Information collected for the database shall be
- 39 retained in the database for four years. The40 information shall then be destroyed unless a law
- 40 information shall then be destroyed unless a la 41 enforcement agency or a governmental entity
- 41 enforcement agency or a governmental entity 42 responsible for the licensure, regulation, or
- 43 discipline of licensed health care professionals
- 44 authorized to prescribe or dispense drugs has
- 45 submitted a written request to the board or its
- 46 designee for retention of specific information in
- 47 accordance with rules adopted by the board under
- 48 section 124.510E.
- 49 5. A pharmacist or other dispenser making a report
- 50 to the database in good faith pursuant to this

- division is immune from any liability, civil,
- criminal, or administrative, which might otherwise be
- incurred or imposed as a result of the report.
- 4 6. Nothing in this section shall require a
- 5 pharmacist or prescriber to obtain information about a
- patient from the database. A pharmacist or prescriber
- does not have a duty and shall not be held liable in
- 8 damages to any person in any civil or derivative
- criminal or administrative action for injury, death,
- 10 or loss to person or property on the basis that the
- pharmacist or prescriber did or did not seek or obtain
- information from the database. A pharmacist or
- 13 prescriber acting in good faith is immune from any
- 14 civil, criminal, or administrative liability that
- 15 might otherwise be incurred or imposed for requesting
- 16 or receiving information from the database.
- 7. The board shall not charge a fee to a pharmacy,
- 18 pharmacist, or prescriber for the establishment,
- maintenance, or administration of the database. The
- 20 board shall not charge a fee for the transmission of
- 21 data to the database nor for the receipt of
- 22 information from the database, except that the board
- 23 may charge a reasonable fee to an individual who
- 24 requests the individual's own database information or
- 25 to a person requesting statistical, aggregate, or
- 26 nonpersonally identified information from the
- 27 database. A fee charged pursuant to this subsection
- shall not exceed the cost of providing the requested
- 29 information and shall be considered a repayment
- 30 receipt as defined in section 8.2.
- Sec. 5. NEW SECTION. 124.510D DATA REVIEW AND
- 32 REFERRAL.
- 33 The board or its designee shall review the
- information in the electronic drug database. If the

35

- board determines, consistent with the board's 36 authority under this chapter or chapter 155A, that
- 37 there is probable cause to believe that drug diversion
- 38 or another violation of law may have occurred, the
- 39 board shall notify the appropriate law enforcement
- 40 agency or the governmental entity responsible for the
- 41 licensure, regulation, or discipline of the licensed
- 42 health care professional, and shall supply information 43 from the database supporting the probable cause
- 44 determination. The board shall not refer information
- relating to an individual for further investigation
- 46 except upon a probable cause determination. A
- 47 probable cause determination shall be consistent with
- 48 guidelines developed by the advisory council
- 49 established under section 124.510F.
- Sec. 6. NEW SECTION. 124.510E RULES AND

- 1 REPORTING.
- 1. The board shall adopt rules in accordance with
- 3 chapter 17A to carry out the purposes of, and to
- 4 enforce the provisions of, this division. The rules
- 5 shall include but not be limited to the development of
- 3 procedures relating to:
- a. Identifying each patient about whom information
- 8 is entered into the electronic drug database.
- b. An electronic format for the submission of
- 10 information from pharmacies.
- 11 c. A waiver to submit information in another
- $12 \quad format \ for \ a \ pharmacy \ unable \ to \ submit \ information$
- 13 electronically.
- 14 d. Granting by the board of a request from a law
- 15 enforcement agency or a governmental entity
- 16 responsible for the licensure, regulation, or
- 17 discipline of licensed health care professionals
- 18 authorized to prescribe or dispense drugs for the
- 19 retention of information scheduled for deletion from
- 20 the database after four years when the information
- 21 pertains to an open investigation being conducted by
- 22 the agency or entity.
- e. An application for an extension of time by a
- 24 pharmacy regarding information to be transmitted to
- 25 the board or its designee.
- 26 f. The submission by a person or governmental
- 27 entity to which the board is authorized to provide
- 28 information of a request for the information and a
- 29 procedure for the verification of the identity of the
- 30 requestor.
- 31 g. Use by the board of the database request
- 32 records required by section 124.510C, subsection 2, to
- 33 document and report statistics and law enforcement
- 34 outcomes and to identify inappropriate access or other
- 35 prohibited acts.
- h. Submission of a request by an individual for
- 37 the individual's own database information and
- 38 verification of the identity of the requestor.
- 39 i. The development of a list of controlled40 substances and other drugs that shall be included in
- 41 the database.
- 42 j. Access by a pharmacist or prescriber to
- 43 information in the database pursuant to a written
- 44 agreement with the board.
- 45 k. Terms and conditions of the contract, if the
- 46 board contracts for database administration with a
- 47 third-party or private vendor.
- 48 l. The correction or deletion of erroneous
- 49 information from the database.
- 50 2. No later than January 1, 2008, and every two

- 1 years thereafter, the board shall present to the
- 2 general assembly and the governor a report of the
- 3 following
- 4 a. The cost to the state of implementing and
- 5 maintaining the database.
- 6 b. Information from pharmacies, prescribers, the
- 7 board, and others regarding the usefulness of the
- 8 database.
- 9 c. Information from pharmacies, prescribers, the
- 10 board, and others regarding the board's effectiveness
- 11 in providing information from the database.
- 12 d. Information documenting the timely transmission
- 13 of information from the electronic drug database to
- 14 authorized requestors.
- 15 Sec. 7. NEW SECTION. 124.510F ADVISORY COUNCIL
- 16 ESTABLISHED.
- 17 The board shall establish an advisory council to
- 18 provide oversight to the electronic drug database
- 19 program. The board shall adopt rules specifying the
- 20 duties and activities of the advisory council and
- 21 related matters.
- 22 1. The council shall consist of three licensed
- 23 pharmacists, three licensed physicians, two licensed
- 24 prescribers who are not physicians, and two members of
- 25 the general public. The board shall solicit
- 26 recommendations for health professional council
- 27 members from Iowa health professional licensing
- 28 boards, associations, and societies. The license of
- 29 each health professional appointed to and serving on
- 30 the advisory council shall be current and in good
- 31 standing with the professional's licensing board.
- 32 2. The council may make recommendations to advance
- 33 the goals of the database, which include
- 34 identification of misuse and diversion of identified
- 35 controlled substances and other drugs and enhancement
- 36 of the quality of health care delivery in this state.
- 37 3. Among other things, the council shall:
- 38 a. Assist the board in developing criteria for
- 39 granting requests by researchers and other persons for
- 40 statistical, aggregate, or nonpersonally identified
- 41 information using database information, developed
- 42 consistent with the goals of the database.
- 43 b. Assist the board in ensuring patient
- 44 confidentiality and the integrity of the patient's
- 45 treatment relationship with the patient's health care
- 46 provider.
- 47 c. Make recommendations regarding the continued
- 48 benefits of maintaining the electronic drug database
- 49 in relationship to cost and other burdens to the
- 50 board. The council's recommendations shall be

- included in reports required by section 124.510E,
- subsection 2.
- 4. Members of the advisory council shall be
- 4 eligible to request and receive actual expenses for
- their duties as members of the advisory council, 5
- subject to reimbursement limits imposed by the
- department of administrative services, and shall also
- 8 be eligible to receive a per diem compensation as
- provided in section 7E.6, subsection 1.
- 10 Sec. 8. NEW SECTION. 124.510G PROHIBITED ACTS
- AND PENALTIES.
- 12 The failure of a licensed pharmacist or licensed
- prescriber to comply with the requirements of this 13
- 14 division, or the performance or causing the
- 15 performance of, or the aiding and abetting of another
- 16 person in the performance of, any of the prohibited
- acts identified in this section shall constitute
- grounds for disciplinary action against the pharmacist 18
- 19 or prescriber by the appropriate professional
- 20 licensing board. Each licensing board that licenses
- 21 prescribers and drug dispensers subject to the
- provisions of this division may adopt rules in
- accordance with chapter 17A to implement the
- 24 provisions of this section and may impose penalty as
- 25 allowed under section 272C.3. In addition, a civil
- 26 penalty not to exceed twenty-five thousand dollars for
- 27
- each violation may be imposed.
- 1. A pharmacist who willfully and knowingly fails
- 29 to submit prescription information to the board or its
- designee as required by this division, or who
- 31 knowingly and intentionally submits prescription
- 32 information known to the pharmacist to be false or
- 33 fraudulent, may be subject to disciplinary action by
- 34 the board.
- 35 2. A person authorized to access or receive
- 36 prescription information pursuant to this division who
- willfully and knowingly discloses or attempts to
- 38 disclose such information with the intent to cause
- 39 harm to another person in violation of this division
- 40 is guilty of a class "D" felony.
- 3. A person who willfully and knowingly uses, 41
- 42 releases, publishes, or otherwise makes available to
- 43 another person any personally identifiable information
- obtained from or contained in the database is guilty
- of a serious misdemeanor.
- 4. A person without lawful authority who obtains 46
- 47 or attempts to obtain information, obtains or attempts
- 48 to obtain unauthorized access to, or who willfully and
- 49 knowingly alters or destroys valid information
- 50 contained in the database is guilty of a class "D"

- 1 felony.
- 2 5. A person authorized to access or receive
- 3 prescription information pursuant to this division who
- 4 knowingly and intentionally discloses confidential
- 5 information to a person who is not authorized to
- 6 receive the information pursuant to this division is
- 7 guilty of a serious misdemeanor.
  - 6. This section shall not preclude a pharmacist or
- 9 prescriber who requests and receives information from
- 10 the database consistent with the requirements of this
- 11 chapter from otherwise lawfully providing that
- 12 information to any other person for medical or
- 13 pharmaceutical care purposes."
- 14 2. Page 12, by inserting after line 12 the
- 15 following:
- 16 "Sec.\_\_\_. EFFECTIVE DATE. The sections of this
- 17 Act relating to and establishing an electronic drug
- 18 database, being deemed of immediate importance, take
- 19 effect upon enactment."
  - 3. Title page, by striking line 2, and inserting
- 21 the following: "providing for the creation of an
- 22 electronic drug database, establishing and
- 23 appropriating fees, providing penalties, and providing
- 24 an effective date."
- 25 4. By renumbering as necessary.

## Amendment <u>H-1432</u> was adopted.

Anderson of Page moved that the bill be read a last time now and placed upon its passage which motion prevailed and the bill was read a last time.

### On the question "Shall the bill pass?" (H.F. 833)

The ayes were, 99:

Alons	Anderson	Arnold	Baudler
Bell	Berry	Boal	Bukta
Carroll	Chambers	Cohoon	Dandekar
Davitt	De Boef	Dix	Dolecheck
Drake	Eichhorn	Elgin	Fallon
Foege	Ford	Freeman	Frevert
Gaskill	Gipp	Granzow	Greiner
Heaton	Heddens	Hogg	Horbach
Hunter Huseman		Huser	Hutter
Jacobs	Jacoby	Jenkins	Jochum
Jones Kaufmann		Kressig	Kuhn

Lalk Kurtenbach Lensing Lukan Lykam Maddox Mascher May McCarthy Mertz Miller Murphy Oldson Olson, D. Olson, R. Olson, S. Paulsen Petersen Pettengill Quirk Raecker Rasmussen Rayhons Reasoner Reichert Roberts Sands Schickel Shoultz Schueller Shomshor Smith Soderberg Struyk Swaim Taylor, D. Taylor, T. Thomas Tjepkes Tomenga Tymeson Van Engelenhoven Van Fossen, J.K. Upmeyer Wendt Wessel-Kroeschell Van Fossen, J.R. Watts Whitaker Whitead Wilderdyke Winckler Wise Zirkelbach Mr. Speaker Rants

The nays were, none.

Absent or not voting, 1:

Hoffman

The bill having received a constitutional majority was declared to have passed the House and the title, as amended, was agreed to.

### INTRODUCTION OF BILLS

<u>House File 872</u>, by Gipp and Murphy, a bill for an act relating to local government innovation and providing an effective date.

Read first time and referred to committee on local government.

House File 873, by Gipp and Murphy, a bill for an act relating to recommendations of the education subcommittee of the governor's committee on local governance by providing for the development of a school sharing and efficiencies in operations process, the referral of certain issues to legislative standing committees for further review and consideration, and a study by the department of education concerning certain barriers to effective structure and delivery models that promote optimum student achievement.

Read first time and referred to committee on education.

## **Ways and Means Calendar**

House File 859, a bill for an act relating to the establishment of a form of business association referred to as a cooperative, and providing for fees and tax credits, providing penalties, and providing an effective date, was taken up for consideration.

Drake of Pottawattamie moved that the bill be read a last time now and placed upon its passage which motion prevailed and the bill was read a last time.

On the question "Shall the bill pass?" (H.F. 859)

The ayes were, 99:

Alons Arnold Baudler Anderson Bell Berry **Boal** Bukta Carroll Chambers Cohoon Dandekar Dolecheck **Davitt** De Boef Dix Eichhorn Drake Elgin Fallon Foege Ford Freeman Frevert Gaskill Gipp Granzow Greiner Heaton Heddens Hogg Horbach Hunter Huseman Huser Hutter Jacoby **Jenkins** Jochum Jacobs Jones Kaufmann Kressig Kuhn Kurtenbach Lalk Lensing Lukan Maddox Mascher Lykam May **McCarthy** Mertz Miller Murphy Oldson Olson, D. Olson, R. Olson, S. Paulsen Petersen Pettengill Quirk Raecker Rasmussen Rayhons Reasoner Sands Schickel Reichert **Roberts** Schueller Shomshor **Shoultz** Smith Taylor, D. Soderberg Struyk Swaim Taylor, T. Thomas **Tjepkes** Tomenga Van Engelenhoven Van Fossen, J.K. Tymeson Upmeyer Van Fossen, J.R. Watts Wendt Wessel-Kroeschell Wilderdyke Whitaker Whitead Winckler Wise Zirkelbach Mr. Speaker **Rants** 

The nays were, none.

Absent or not voting, 1:

Hoffman

The bill having received a constitutional majority was declared to have passed the House and the title was agreed to.

<u>House File 857</u>, a bill for an act relating to the transferability of eligible housing business tax credits for new housing investment under the enterprise zone program, was taken up for consideration.

Shoultz of Black Hawk offered the following amendment <u>H-1453</u> filed by him from the floor and moved its adoption:

### H-1453

```
Amend House File 857 as follows:
      1. Page 1, by inserting before line 1 the
3
    following:
     "Section 1. Section 15E.193B, subsection 2, Code
    2005, is amended to read as follows:
5
6
     2. An eligible housing business under this section
    includes a housing developer, housing contractor, or
    nonprofit organization that builds or rehabilitates a
8
   minimum of four single-family homes with permanent
10 perimeter foundations located in that part of a city
11 or county in which there is a designated enterprise
12 zone or one multiple dwelling unit building with a
13 permanent perimeter foundation containing three or
14 more individual dwelling units located in that part of
15 a city or county in which there is a designated
16 enterprise zone."
17
      2. Title page, line 1, by striking the words "the
18 transferability of".
     3. Title page, by striking line 2 and inserting
20 the following: "businesses under the".
      4. By renumbering as necessary.
```

Amendment H-1453 was adopted.

Soderberg of Plymouth moved that the bill be read a last time now and placed upon its passage which motion prevailed and the bill was read a last time.

On the question "Shall the bill pass?" (H.F. 857)

The ayes were, 99:

Alons	Anderson	Arnold	Baudler
Bell	Berry	Boal	Bukta
Carroll	Chambers	Cohoon	Dandekar

De Boef Dix Dolecheck Davitt Drake Eichhorn Elgin Fallon Freeman Frevert Foege Ford Granzow Greiner Gaskill Gipp Heaton Heddens Hogg Horbach Hunter Huseman Huser Hutter Jacobs Jacoby **Jenkins** Jochum Kaufmann Kressig Kuhn Jones Kurtenbach Lalk Lensing Lukan Lykam Maddox Mascher May McCarthy Miller Murphy Mertz Oldson Olson, D. Olson, S. Olson, R. Paulsen Petersen Pettengill Quirk Raecker Rasmussen Rayhons Reasoner Reichert Roberts Sands Schickel Schueller Shomshor Shoultz Smith Taylor, D. Soderberg Struyk Swaim **Tjepkes** Taylor, T. Thomas Tomenga Tymeson Upmeyer Van Engelenhoven Van Fossen, J.K. Van Fossen, J.R. Wendt Wessel-Kroeschell Watts Whitaker Whitead Wilderdyke Winckler Zirkelbach Mr. Speaker Wise Rants

The nays were, none.

Absent or not voting, 1:

Hoffman

The bill having received a constitutional majority was declared to have passed the House and the title, as amended, was agreed to.

### **HOUSE FILE 670 WITHDRAWN**

Soderberg of Plymouth asked and received unanimous consent to withdraw House File 670 from further consideration by the House.

### **HOUSE FILE 806 WITHDRAWN**

Drake of Pottawattamie asked and received unanimous consent to withdraw <u>House File 806</u> from further consideration by the House.

### **IMMEDIATE MESSAGES**

Gipp of Winneshiek asked and received unanimous consent that the following bills be immediately messaged to the Senate: **House Files 833, 857** and **859.** 

### CERTIFICATES OF RECOGNITION

MR. SPEAKER: The Chief Clerk of the House respectfully reports that certificates of recognition have been issued as follows.

## MARGARET A. THOMSON Chief Clerk of the House

2005\1272	Esther Finely, West Liberty – For celebrating her $90^{\text{th}}$ birthday.
2005\1273	Richard and Nancy Weber, Sigourney – For celebrating their $50^{\rm th}$ wedding anniversary.
2005\1274	Kenneth and Elenor Miller, Fontanelle – For celebrating their $64^{\rm th}$ wedding anniversary.
2005\1275	Glenn and Sharon Gibson, Montezuma – For celebrating their $50^{\rm th}$ wedding anniversary.
2005\1276	Willie and Mavis Watts, Oskaloosa – For celebrating their $50^{\rm th}$ wedding anniversary.
2005\1277	Ron Arnaman, Grinnell – For celebrating his 80th birthday.

### HOUSE STUDY BILL SUBCOMMITTEE ASSIGNMENT

#### **House Study Bill 302**

Government Oversight: Eichhorn, Chair; Alons and Thomas.

### HOUSE STUDY BILL COMMITTEE ASSIGNMENTS

## **H.S.B.** 303 Appropriations

Relating to and making appropriations to state departments and agencies from the rebuild Iowa infrastructure fund, environment first fund, tobacco settlement trust fund, vertical infrastructure fund, general fund of the state, and related matters, and including an effective date provision.

### **H.S.B. 304** Ways and Means

Relating to the technical and policy administration of the tax and related laws by the department of revenue, including administration of individual income, corporate income, local and state sales, use, property, motor fuel, and special fuel taxes, and of the environmental

protection surcharge, imposing penalties, and including effective and retroactive applicability date provisions.

#### RESOLUTIONS FILED

**HR 48**, by committee on ethics, a resolution amending the House code of ethics.

Placed on calendar.

**HR 49**, by Ford, a resolution requesting the establishment of a legislative interim study committee to review the adequacy of school bus and school bus operator safety requirements established in Code and administrative rules.

Laid over under Rule 25.

**SCR 9**, by Miller and Kreiman, a concurrent resolution relating to the creation of a criminal code revisions legislative study committee.

Laid over under Rule 25.

<u>SCR 11</u>, by Tinsman, a concurrent resolution requesting the establishment of a planning group to develop a plan for unifying the state administration of services utilized by older Iowans age 60 or older.

Laid over under Rule 25.

SCR 13, by Ragan, Boettger, Gronstal, Ward, Tinsman, Lundby, Angelo, Zieman, Danielson, Courtney, Dearden, Kreiman, Stewart, Hancock and Lamberti, a concurrent resolution relating to cervical cancer awareness, and recognizing efforts by the Iowa Department of Public Health and the Iowa Consortium for Comprehensive Cancer Control in promoting that awareness.

Laid over under Rule 25.

# AMENDMENTS FILED

<u>H-1431</u>	<u>H.F.</u>	829	Jenkins of Black Hawk Kurtenbach of Story Alons of Sioux
H-1436	H.F.	<b>253</b>	Senate Amendment
H-1437	H.F.	374	Senate Amendment
H-1438	H.F.	<u>682</u>	Senate Amendment
H-1442	H.F.	868	Miller of Webster
			Reichert of Muscatine
H-1447	H.F.	828	Freeman of Buena Vista
			Baudler of Adair
H-1450	S.C.R.	9	Paulsen of Linn
H-1451	H.F.	868	<b>Hunter of Polk</b>
Berry of Bla	ck Hawk		<b>Bukta of Clinton</b>
Fallon of Polk			Foege of Linn
Frevert of Pa	alo Alto		Gaskill of Wapello
Heddens of Story			Jacoby of Johnson
Jochum of D	•	Kressig of Black Hawk	
Kuhn of Flo	-		Lensing of Johnson
Mascher of 3			McCarthy of Polk
R. Olson of Polk			Pettengill of Benton
Reasoner of Union			Shoultz of Black Hawk
D. Taylor Linn			T. Taylor of Linn
Wendt of Woodbury			Wessel-Kroeschell of Story
Whitaker of Van Buren Winckler of Scott			Whitead of Woodbury

On motion by Gipp of Winneshiek the House adjourned at 7:20 p.m., until 8:45 a.m., Thursday, April 21, 2005.